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VAT charged on the supply of specified goods at wholesale stage

Value Added Tax (“VAT”) is charged on any taxable supply of goods or services made in Mauritius, by a taxable person in the course or furtherance of any business carried on by him. The VAT is usually calculated at each supply stage until the sale is made by the final retailer to the end consumer, except on the supply of the below listed goods referred in Part I and Part II of the Seventh Schedule of the Value Added Tax Act:

Seventh Schedule	
Part I	Part II
<ul style="list-style-type: none"> • Liquified Petroleum Gas • Bars of Iron or Steel • Portland cement 	<ul style="list-style-type: none"> • Motor Spirit and Gas Oils • Cigarettes containing tobacco

The VAT treatment applied on the supply of the above listed goods at each distribution stage is as follows:

Goods listed under	At wholesale stage	At retail stage
Part I	VAT charged on the wholesale price (cost + wholesale margin)	The same amount of VAT as charged at wholesale stage applies*
Part II	VAT charged on the wholesale price plus the retail margin (cost + wholesale margin + retail margin)	

**For the supply of goods listed under Part II, VAT on the retail margin is collected and paid at wholesale stage, regardless of whether the retailer is VAT registered.*

The Mauritius Revenue Authority released a VAT Guide in September 2022 to explain using practical examples how VAT is charged at wholesale stage for goods referred in Part I and Part II of the Seventh Schedule of the Value Added Tax Act.

You may access the VAT Guide by clicking [here](#)

How can Andersen assist you?

- Preparation and submission of VAT returns
- Provision of VAT advice
- Undertaking VAT Health Checks

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