

Transposition Note for the Value Added Tax (Amendment) (No.2) Regulations 2013.

This Transposition Note shows how part of Article 146(1)(b) of Council Directive 2006/112/EC has been implemented in UK law by the Value Added Tax (Amendment) (No. 2) Regulations 2013 ("the Amendment Regulations") which take effect from 1 October 2013.

| Article | Objective | Implementation | Responsibility |
|----------------|--|--|-----------------------|
| 146(1)(b) | Allows for exemption from VAT (zero-rating in UK law) of a supply of goods to a customer established outside the country where the supply takes place in circumstances where that customer is responsible for exporting the goods outside the territory of the European Community. | Regulation 3 of the Amendment Regulations corrects Regulation 129(1)(a) of the Value Added Tax Regulations 1995 by removing a current restriction which excludes from the scope of VAT zero-rating supplies to customers who are VAT registered in the UK but permanently established elsewhere. | HMRC |