STATUTORY INSTRUMENTS

1977 No. 1792

VALUE ADDED TAX

The Value Added Tax (Construction of Buildings, etc.) Order 1977

Made - - - -	1*st November* 1977
Laid before the House of Commons -	10*th November* 1977
Coming into Operation	1*st January* 1978

The Treasury, in exercise of the powers conferred on them by sections 12(4) and 43(1) of the Finance Act 1972**(a)** and of all other powers enabling them in that behalf, hereby make the following Order:—

1. This Order may be cited as the Value Added Tax (Construction of Buildings, etc.) Order 1977 and shall come into operation on 1st January 1978.

2. The Interpretation Act 1889**(b)** shall apply for the interpretation of this Order as it applies for the interpretation of an Act of Parliament.

3. Group 8 of Schedule 4 to the Finance Act 1972 as amended **(c)** shall be varied as follows:—

(*a*) Item 3 shall be deleted and there shall be substituted therefor the following:—

"(3) The supply, by a person supplying services within item 2 and in connection with those services, of:—

(*a*) materials or of builder's hardware, sanitary ware or other articles of a kind ordinarily installed by builders as fixtures; or

(*b*) in respect of such goods, services described in paragraph 1(1) of Schedule 2 to this Act.".

(*b*) In note (2) the full stop in paragraph (*c*) shall be replaced by "; or" and the following paragraph shall be added:—

"(*d*) the supply of services described in paragraphs 1(1) or 5(3) of Schedule 2 to this Act.".

(a) 1972 c. 41. **(b)** 1889 c. 63.
(c) The relevant amending instrument is S.I. 1976/128 (1976 I, p. 367).

T. E. Graham,
David Stoddart,
Two of the Lords Commissioners
of Her Majesty's Treasury.

1st November 1977.

EXPLANATORY NOTE

(*This Note is not part of the Order.*)

This Order varies Group 8 of Schedule 4 to the Finance Act 1972 to take account of technical amendments to Schedule 2 to the Act made in the Finance Act 1977 (c. 36).

The effect of the Order is to exclude the hire and loan of goods (including applications to personal use) and the transfer of part-interests in goods from eligibility for zero-rating as services under item 2 of the Group. Zero-rating will continue to be available in certain circumstances under item 3.

SI 1977/1792
ISBN 0-11-071792-9

