STATUTORY INSTRUMENTS

1979 No. 657

VALUE ADDED TAX

The Value Added Tax (General) Order 1979

Made - - - -	12*th June* 1979
Laid before the House of Commons	15*th June* 1979
Coming into Operation	18*th June* 1979

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 (General) Order 1979 and shall come into operation on 18th June 1979.

2. Schedule 4 to the Finance Act 1972 shall be varied by :—

(*a*) deleting note (7) to Group 9 thereof and substituting the following:—

" (7) Item 7 does not include a supply in respect of:—

(*a*) Boats—

(i) of a gross tonnage of less than 15 tons; or

(ii) designed for use for recreation or pleasure;

except boats which are of a kind used solely as liferafts and comply with the requirements of the rules for the time being in force under section 427 of the Merchant Shipping Act 1894(**b**) in relation to liferafts.

(*b*) Boats adapted for use for recreation or pleasure.

(*c*) Aircraft—

(i) of a weight of less than 8,000 kilogrammes; or

(ii) designed or adapted for use for recreation or pleasure.

(*d*) Hovercraft designed or adapted for use for recreation or pleasure.";

(*b*) substituting for Group 17 thereof the following:—

" Group 17—CLOTHING AND FOOTWEAR

Item No.

1. Articles designed as clothing or footwear for young children and not suitable for older persons.
2. Protective boots and helmets for industrial use.
3. Protective helmets for wear by a person driving or riding a motor bicycle.

(**a**) 1972 c. 41; schedule 4 was varied by S.I. 1978/1064, 1979/244.

(**b**) 1894 c. 60.

Notes :

(1) " Clothing " includes hats and other headgear.

(2) Item 1 does not include articles of clothing made wholly or partly of fur skin, except—

(*a*) headgear;

(*b*) gloves;

(*c*) buttons, belts and buckles;

(*d*) any garment merely trimmed with fur skin unless the trimming has an area greater than one-fifth of the area of the outside material or, in the case of a new garment, represents a cost to the manufacturer greater than the cost to him of the other components.

(3) " Fur skin " means any skin with fur, hair or wool attached except:—

(*a*) rabbit skin;

(*b*) woolled sheep or lamb skin; and

(*c*) the skin, if neither tanned nor dressed, of bovine cattle (including buffalo), equine animals, goats or kids (other than Yemen, Mongolian and Tibetan goats or kids), swine (including peccary), chamois, gazelles, deer or dogs.

(4) Items 2 and 3 apply only where the articles referred to therein are manufactured to standards for boots or helmets approved by the British Standards Institution and bear a marking indicating compliance with the specification relating thereto.

(5) Items 1, 2 and 3 include the supply of services, in respect of goods comprised in the items, described in paragraph 1(1) or 5(3) of Schedule 2 to this Act.".

Carol Mather
J. A. Douglas Hamilton

Two of the Lords Commissioners of Her Majesty's Treasury

12th June 1979

EXPLANATORY NOTE

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

This Order is consequential upon the repeal of Schedule 7 to the Finance (No. 2) Act 1975 (c. 45).

Article 2(*a*) substitutes a new Note (7) to Group 9 of Schedule 4 to the Finance Act 1972 and continues the exclusion from the zero-rate provisions of item 7 of the Group of the supply of marine, aviation and transport insurance in respect of certain types of boats, aircraft and hovercraft, as described formerly in Group 3 of Schedule 7 to the Finance (No. 2) Act 1975.

Article 2(*b*) substitutes a new Group 17 of Schedule 4 to the Finance Act 1972 and continues the exclusion from the zero-rate provisions of young children's clothing those articles made wholly or partly of fur skin as described formerly in Group 6 of the said Schedule 7.

SI 1979/657
ISBN 0-11-093657-4

