



beauty & style, naturally

Mobile Homes VAT

Rural Leisure Limited have provided many “Mobile Homes” and had them qualified as zero rated for VAT, we would require a letter clarifying certain points but this is usually a simple formality.

Extract from HM Customs & Excise VAT Notice 701/20

The term Caravan is not specially defined for VAT purposes. Its ordinary use covers mobile homes, static's, residential, park homes, caravan holiday homes and tourers.

If you supply a caravan – that is if you

- sell it; or
- lease it under a long term leasing agreement (in excess of one year) under which the lessee is free to transport it to a park of their own choosing; or
- loan it; or
- divert it to your own personal use

Your supply is zero rated if the caravan is **either**

- more than 7 metres (22.9 feet) long; or
- more than 2.3 metres (7.5 feet) wide

excluding towing bars and similar apparatus used solely for the purpose of attaching the caravan to a vehicle.

Supplies of other caravans are standard - rated. Help and advice about how to keep your VAT affairs in order can also be obtained from members of the tax accountancy profession. However there is no requirement to employ an accountant and if you choose to do so, responsibility for the accuracy of your VAT affairs remains with you, the registered person.

Date: Effective from 1996

Email: adjudicators@gtnet.gov.uk

HM Customs & Excise have written to Rural Log Cabins Limited concerning the eligibility of our cabins to be zero rated and we can provide details of how to comply as and when required.