

Guidelines on Item 11 of the Eighth Schedule to the Value Added Tax Act.

Date: 22nd January 2025

Purpose and Background

The purpose of this document is for the Commissioner for Tax and Customs ('CfTC') to provide guidance, in conformity with article 75(2) of the VAT Act, on the application of the reduced rate of 7% applicable to the use of sporting facilities in accordance with item 11 of the Eighth Schedule to the Value Added Tax Act.

Reference may also be made to the Government Gazette number 1315 issued on 28th November 2017.

Interpretation

As from the 1st January 2018, the reduced rate of 7% applicable on the use of sporting facilities in terms of item 11 of the Eighth Schedule to the Value Added Tax Act shall apply also to the use of sporting facilities consisting of movable equipment which is used exclusively for physical activity.

Disclaimer

These guidelines shall not prejudice in any way any of the powers of the CfTC in terms of the VAT Act.

These guidelines shall replace and supersede any previously applicable guidelines on the same matter. Notwithstanding, this shall not prejudice the application of any previous guidelines prior to the date of publication of these guidelines.

The CfTC reserves the right to substitute, alter or withdraw these guidelines as necessary at any time.

These guidelines shall apply only in respect of assessing the VAT treatment of supplies from a Maltese VAT Perspective which take place in Malta.