



Amendments to VAT rules on digital services

Country - Isle of Man

Submission Date - 18/01/2019

The Treasury issued the Value Added Tax (Supplies of Electronic, Telecommunication and Broadcasting Services) Order 2018 which amends the Value Added Tax Act 1996 and introduces the following changes, which are effective from 1 January 2019:

- The VAT-registered businesses that are not established in the Isle of Man or in the European Union and that make supplies of digital services to customers in the European Union are allowed to join the VAT Mini One Stop Shop (MOSS);
- The companies, whose sales of digital services across the European Union do not exceed a threshold of 8 818 GBP in the current and preceding year, may apply the VAT rules of their home country, instead of those of the country where their customers are located.

We remain at your disposal if you wish further information or analysis.