

VAT- Ready Reckoner

Supply	Taxable @ 5%	Taxable @ 0%	Exempt	Out of scope
Education				
Private and public school education (excluding higher education) and related goods and services provided by educational institutions				
Higher education provided by institutions owned by the Government or 50% funded by the Government, and related goods and services				
Education provided by private higher educational institutions, and related goods and services				
Nursery education and pre-school education				
School uniforms				
Stationery				
Electronic equipment (Tablets, laptops, etc.)				
Renting of school grounds for events				
After school activities for extra fees				
After school activities supplied by teachers and not for extra charge				
School trips where the purpose is educational and within the curriculum				
School trips for recreation or not within the curriculum				
Healthcare				
Preventive healthcare service including vaccinations				
Healthcare services aimed at treatment of humans including medical services and dental services				
Other healthcare services that are not for treatment and are not preventive (e.g. eclectic medicine, cosmetic surgery, etc.)				
Medicines and medical equipment as listed in Cabinet Decision				
Medicines and medical equipment not listed in Cabinet Decision				
Other medical supplies				

Oil and gas				
Crude oil and natural gas				
Other oil and gas products including petrol at the pump				
Transportation				
Domestic passenger transportation (including flights within UAE)				
International transportation of passengers and goods (including intra-GCC)				
Supply of a means of transport (air, sea and land) for the commercial transportation of goods and passengers (over 10 people)				
Supply of goods and services relating to supply of these means of transport and to the transportation of goods and passengers				
Real estate				
Sale and rent of commercial buildings				
First sale/rent of residential building after completion of construction or conversion				
First sale of charitable building				
Sale/rent of residential buildings subsequent to first supply				
Hotels, motels and serviced accommodation				
Bare land				
Land (Not bare land)				
UAE citizen building own home				
Financial services				
Margin based products (products not having an explicit fee, commission, rebate, discount or similar)				
Products with an explicit fee, commission, rebate, discount or similar				
Interest on forms of lending (including loans, credit cards, finance leasing)				
Issue, allotment or transfer of an equity or debt security				
Investment gold, silver and platinum jewellery				
More than 99% pure and tradable in global markets				
Less than 99% pure				
Jewellery				

Insurance and reinsurance				
Insurance and reinsurance (including health, motor, property, etc.)				
Life insurance and life reinsurance				
Food and beverages				
Food and beverages				
Telecommunications and electronic services				
Wired and wireless telecommunications and electronic services				
Government activities				
Sovereign activities which are not in competition with the private sector undertaken by designated Government bodies				
Activities that are not sovereign or are in competition with the private sector	VAT rate depends on the goods and services supplied			
Not for profit organizations				
Activities of foreign Governments, international organisations, diplomatic bodies and missions acting as such (if not in business in UAE)				
Charitable activities undertaken by societies and associations of public welfare which are listed by Cabinet Decision				
Activities of other not for profit organizations (not listed in Cabinet Decision) which are not business activities				
Business activities undertaken by the above organizations	VAT rate depends on the goods and services supplied			
Free Zones				
Supplies of goods between businesses in designated zones				
Supplies of services between businesses in designated zones	VAT rate depends on the service supplied			
Supplies of goods and services in non-designated zones	VAT rate depends on goods or services supplied			
Supplies of goods and services from mainland to designated zones or designated zones to mainland	VAT rate depends on the goods or services supplied			
Other				
Export of goods and services to outside the GCC VAT implementing States				
Activities undertaken by employees in the course of their employment, including salaries				

Supplies between members of a single tax group				
Any supplies of services or goods not mentioned above (includes any items sold in UAE or service provided)				
Second hand goods (e.g. Used cars sold by retailers), antiques and collectors' items	5% of the profit margin			