

JERSEY FINANCE

VOICE OF THE INTERNATIONAL FINANCE CENTRE

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Jersey - designing a GST



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# Why a GST?

IMF - import duty can be better for small islands



## Sophistication

Jersey has a sophisticated domestic economy

## Geography

Jersey has import treaty with the EU



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# Jersey GST structure

- **Zero (0) rates** (exemption with credit):
  - Exports
  - Dwellings
  - Medicines
- **Exemptions**
  - Finance & insurance
  - Medical supplies
  - Education & childcare
  - Charities

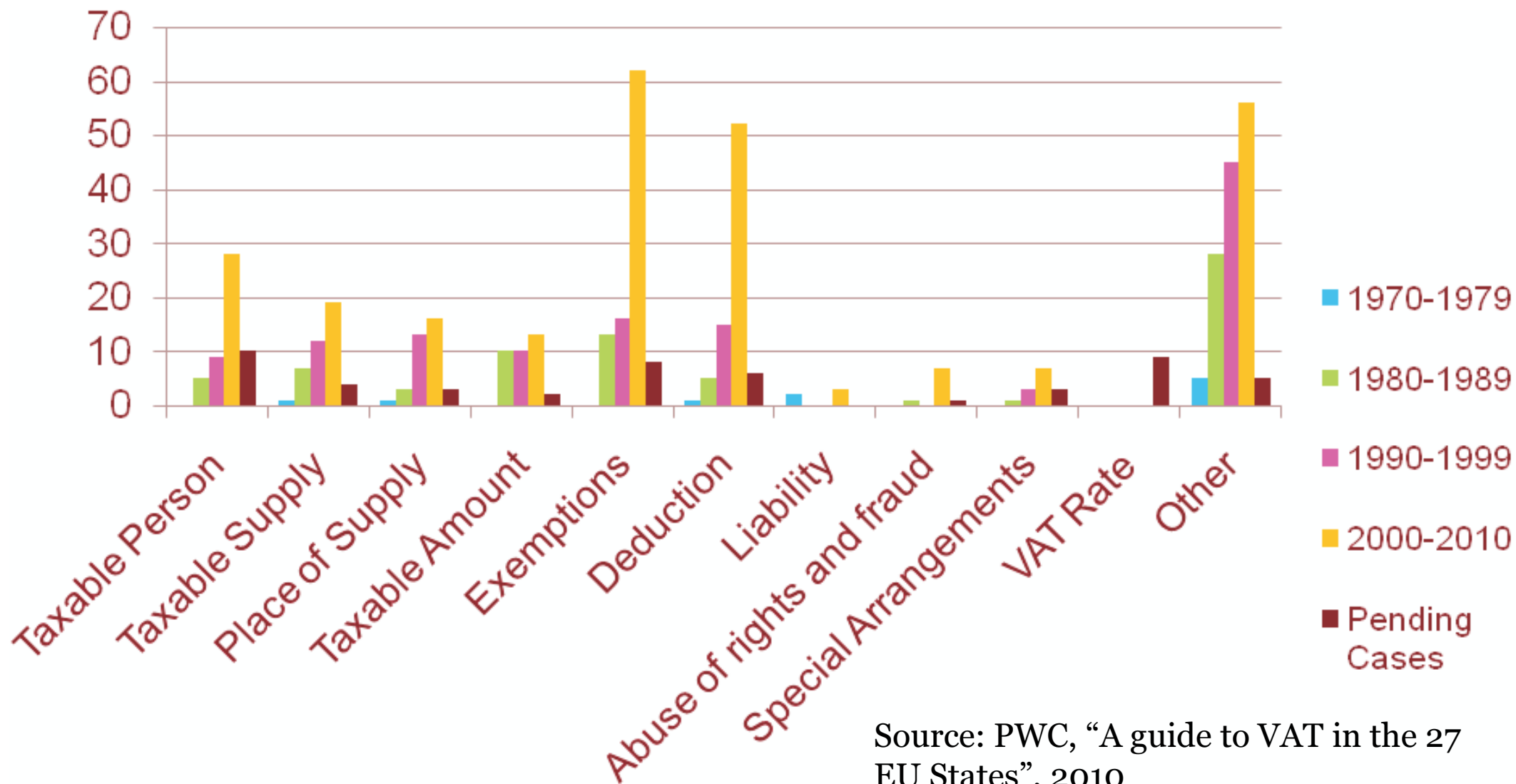




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# Complexity of GST / VAT



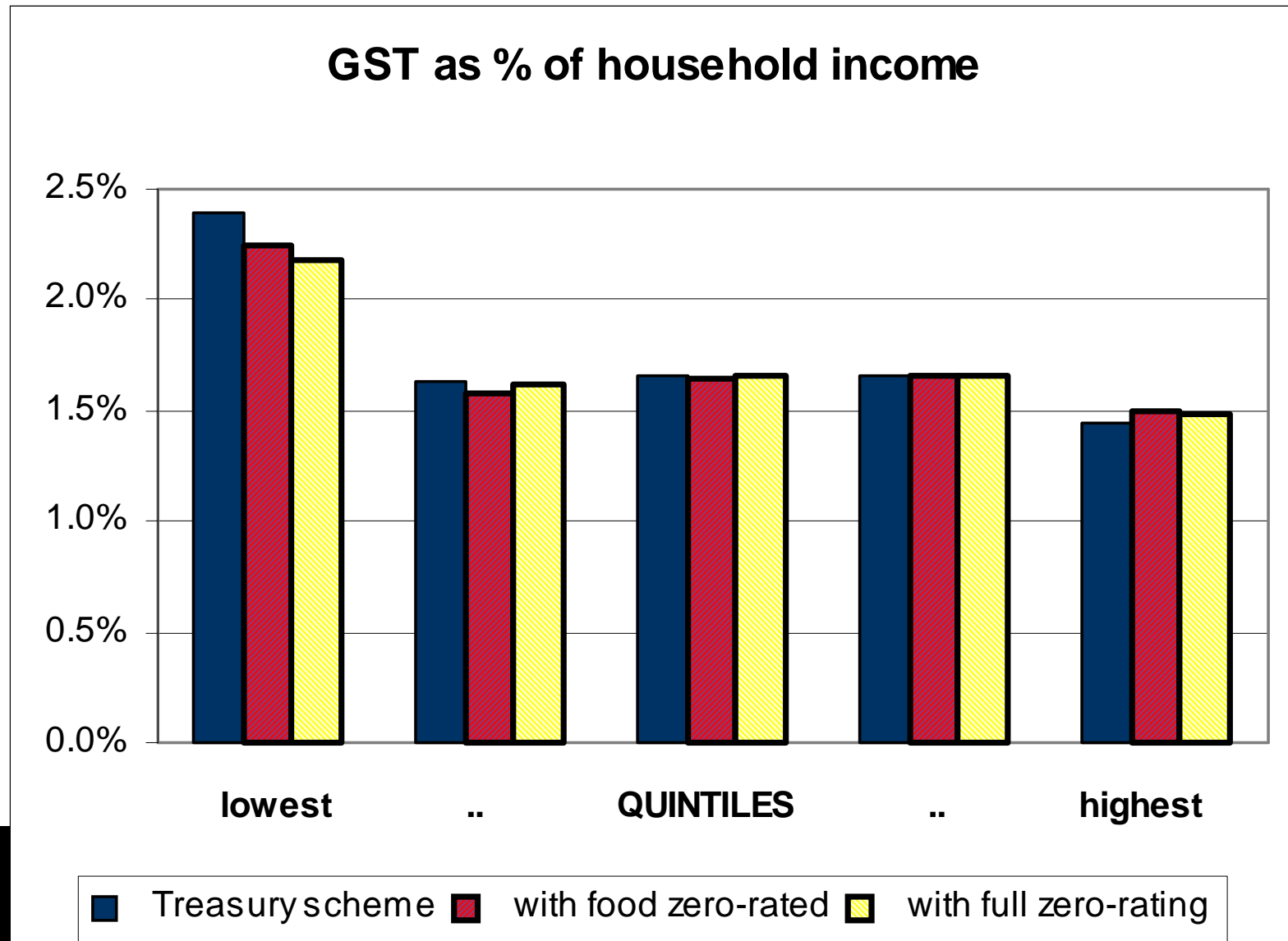
Source: PWC, "A guide to VAT in the 27 EU States", 2010



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# O-ratings fail to help poor





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# International Finance

Exported  
services

Bank: £30,000  
Manager: £2,500 - £7,500

International  
Service Entity  
(ISE)

Jersey  
services

Jersey-based  
supplier

SPV

SPV

SPV

Client SPVs: £200

