

March 2008

REDUCED RATE FOR SMOKING CESSATION PRODUCTS

A reduced 5% VAT rate for 'over the counter' sales of smoking cessation products was introduced from 1 July 2007 for a period of one year only. The government has announced that the 5% reduced rate will continue to apply.

Smoking cessation products dispensed on prescription continue to be zero rated.

Internet link: [HMRC Budget notice](#)