GSTR 2000/21ER - Erratum - Goods and services tax: the margin scheme for supplies of real property held prior to 1 July 2000

Erratum

Goods and Services Tax Ruling

Goods and services tax: the margin scheme for supplies of real property held prior to 1 July 2000

At paragraph 58 - Sentence 4

Delete the words ‘intends to sell' and substitute the word ‘sold’.

The sentence should now read:
‘Jack sold the house and land on completion for a GST inclusive price of $340,000.'

At paragraph 63 – Sentence 2

Delete the words ‘intends to sell' and substitute the word ‘sold’.

The sentence should now read:
‘The developer sold each of the residential units for a GST inclusive price of $360,000.'

Replace the entire text at **paragraph 64** with the following:

‘The GST payable under the margin scheme is calculated as follows:

Margin = GST inclusive sale price - value at 1 July 2000
= $360,000 –$270,000
= $90,000
GST payable = 1/11 of $90,000’

Commissioner of Taxation
12 July 2000

ATO references:
NO T2000/4313
BO

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