

Cost of caravan and removable contents	£20,000.00
Plus VAT	<u>£ 150.00</u>
	£20,150.00

Example: You sell the caravan for £30,000 including VAT. The VAT must be the same proportion of the sale price as it was of the cost (see also paragraph 8.6 below).

The VAT due is:

$$\begin{array}{lcl} \text{Sale price} \times & \frac{\text{VAT on purchase}}{\text{total cost}} & \\ \\ \text{£30,000} \times & \frac{\text{£150.00}}{\text{£20,150.00}} & = \text{£223.32} \end{array}$$