

## **Vat**

You only need to register with SARS for VAT if your annual turnover exceeds R300,000, in which case you will be obliged to add VAT to your guest's bills, and pay this VAT across to SARS. You will, however, be able to deduct any VAT that you have paid on any purchases you have made, from your payment to SARS.

The above represent some of the issues to look out for when starting up a Bed and Breakfast business. All of them can be easily attended to by a competent professional accountant, who will allow you to focus on ensuring your guests have a pleasant stay.

The above article was prepared by David J Phillips, Chartered Accountant. You are advised to seek professional assistance to ensure that your business is fully compliant with the legislative requirements that may affect your business.

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