CUTTOUR SMVAT

1,144 hospitality & tourism **businesses** responded during a narrow survey window, indicating a high level of interest in this topic.



75% of respondents might not have been able to continue trading without the VAT cut.



5% VA

5

B8%

Nearly 90% of businesses used some of the VAT cut to meet extra costs of compliance with Covid-19; nearly 50% passed on some of it in lower prices for consumers.

63%

63% of non-

VAT-registered

businesses said

would remove a constraint on

indefinite 5% VAT

business growth;

15% would be likely

to register for VAT.



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There will be further cut-backs and job losses of 310,000, in addition to hospitality and tourism jobs already lost by December 2020, based on survey responses.

5%



If VAT were to remain at 5% indefinitely, 65% said this would have a very strong positive impact on their confidence and investment in their business.