

COMMERCIAL TAXES DEPARTMENT

From

THIRU T. JACOB, I.A.S.,
Commissioner of Commercial Taxes,
Chepauk, Chennai-5.

To

The Director of Technical Education,
Directorate of Technical Education,
Chennai – 600 025.

Lr. No. VAT Cell / 39294 /2007(VCC No.1077) dated 22.8.2007.

Sir,

Sub: TNVAT Act, 2006 – Rate of tax clarification under TNVAT Act, 2006 for maintenance contract - Requested by the Director of Technical Education, Chennai-25-Regarding.

Ref: Letter No.26139/H3/2006, dated 05.7.2007 from the Director of Technical Education, Chennai-25.

The Director of Technical Education, Chennai-25 has requested to clarify whether VAT at 4% is applicable for the maintenance contract.

It is clarified that if any material is involved in maintenance contract the deemed sale value of the materials involved is liable to tax under section 5(1) of the TNVAT Act, 2006.

Sd./G. Shanmugam,
For Commissioner of Commercial Taxes

Copy submitted to the Secretary to Government,
Commercial Taxes and Registration Department, Secretariat, Chennai-9.

// Forwarded / By Order //

COMMERCIAL TAX OFFICER (VAT)