

COMMERCIAL TAXES DEPARTMENT

From

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

To

Tvl. Aksara Apparels,
38 A 4th Cross, Vaiyapuri Nagar,
Karur

Lr. No. VAT Cell / 34251 /2007 (VCC No.1112) dated 23.8.2007.

Sir,

Sub: TNVAT ACT, 2006 – Clarification - Tax deduction at
source - requested - regarding.

Ref: Letter dated 14.6.2007 from Tvl. Aksara Apparels, Karur.

Tvl Aksara Apparels, 38 A, 4th Cross, Vaiyapuri Nagar, Karur have requested rate of tax clarification under TNVAT Act 2006 for tax deduction at source.

It is clarified that the person who has entrusted the work to the contractors alone have to deduct 4% tax on the total value to be payable to such contractor according to section 13. They have to deduct 4% on the entire value of the contract but not on 50% of the value.

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

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

// Forwarded/ By Order //

COMMERCIAL TAX OFFICER (VAT)