

COMMERCIAL TAXES DEPARTMENT

From

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

To

Tvl. X-Ray Medico-Surgical
Engineering Ancillary,
No. 17 (old No. 10), Mount Road,
Saidapet,
Chennai – 600 015.

Lr. No. VAT Cell / 6991 / 2007 (VCC No. 1185), dated 3.9.2007.

Sir,

Sub: TNVAT Act, 2006 – Rate of tax clarification under
TNVAT Act 2006 for X-Ray and medical equipments -
Requested by Tvl. X-Ray Medico-Surgical Engineering
Ancillary, Chennai-15 – Regarding.

Ref: Letter dt. 25.1.2007 from Tvl.X-Ray Medico-Surgical
Engineering Ancillary,Saidapet,Chennai-15.

Tvl. X-Ray Medico-Surgical Engineering Ancillary, Saidapet, Chennai-15 have sought for certain clarifications for the commodities mentioned in their letter cited. The clarifications are issued as detailed below:

S.No.	Points raised by the dealer	Clarifications issued
1.	X-Ray accessories	12.5% under Part C of First Schedule
2.	Medical equipments	4% under Entry No. 81 of Part B of first Schedule.
3.	X-ray chemicals and barium sulphate	4% under Entry No. 1 of Part B of First Schedule
4.	Rate of tax to be charged for supply to exporters and whether Form H can be accepted	The rate of tax for supplies to exporters against form 'H' is nil
5.	Whether supply to TB institution in Tamil Nadu, Hindu Mission Hospitals, Cancer Institute and Public Health Centres are exempted from tax	Supply to T.B. institutions in Tamil Nadu, Hindu Mission Hospital and Cancer Institute are exempted from tax. Sales to Public Health Centre are taxable at 4%.
6.	Supply to Government Institutions at 4% whether they are eligible to issue forms for concessional rate of tax? If so, what is the rate?	The dealers have not disclosed the name of institutions to clarify the eligibility for concessional rate of tax

7.	What is the procedure to procure raw materials at concessional rate of tax for manufacturers?	The manufacturers can purchase industrial inputs at 4% as per entry No. 67 of Part B of First Schedule to the TNVAT Act, 2006 on production of certificate as per rule 6(3)(b) of TNVAT Rules, 2007.
8.	Is a manufacturer, who has a turnover less than rupees 10 lakhs eligible for non-registration?	Manufacturer having turnover not less than Rs. 5 lakhs should get registered .
9.	Is he eligible for computation at 5% if his turnover is less than Rs. 50 lakhs.	Manufacturers are not eligible for paying tax under compounding system.

Sd./ S. Murugan,
For Commissioner of Commercial Taxes

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

// Forwarded // By Order //

COMMERCIAL TAX OFFICER (VAT)