

COMMERCIAL TAXES DEPARTMENT

From

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

To

Tvl. Bailey Hydropower Pvt.Ltd,
A 10 SIPCOT Industrial Park,
Irungattukottaai, Sriperumbudur Taluk,
Kancheepuram District

Lr. No. VAT Cell /31927 /2007 (VCC No.1196) dated 3.9.2007

Sir,

Sub: TNVAT ACT, 2006 – Certain clarification under TNVAT
Act, 2006 - requested - regarding.

Ref: Letter dated 28.5.2007 from Tvl. Bailey Hydropower
Pvt.Ltd

Tvl Bailey Hydropower Pvt.Ltd are 100% EOU manufacturers of Hydraulic cylinders, components and spare parts of Hydraulic cylinder have requested clarification under TNVAT Act 2006 for procedure for availing sales tax exemption for the purchase of raw materials fasteners, consumables , packing materials.

It is clarified that purchases made by 100% EOU are exempt. The export is not a taxable sale and therefore, they are not liable to pay tax. As their purchases of raw materials, consumables and packing materials are exempt as per notification, no refund of Input tax credit is available when they export finished goods.

Sd./ S.Murugan,
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)