

COMMERCIAL TAXES DEPARTMENT

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

To  
Tvl. Cognizant Technology Solution  
India Private Ltd.,  
No. 38, Whites Road, II Floor,  
Chennai – 600 014.

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Lr. No. VAT Cell / 43287/ 2007 (VCC No. 1217), dated 17.9.2007.

Sir,

Sub: TNVAT Act, 2006 – Rate of tax clarification under TNVAT Act 2006 for works contract deduction for turnkey projects in SEZ – Requested by Tvl. Cognizant Technology Solution India Private Ltd., Chennai – Regarding.

Ref: Letter dated 6.8.2007 from Tvl. Cognizant Technology Solution India Private Ltd., Chennai-14.

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Tvl. Cognizant Technology Solution India Private Ltd., Chennai-14 have requested rate of tax clarification under the TNVAT Act, 2006 for works contract deduction for turnkey projects in SEZ.

It is clarified that the purchase of goods and materials by contractors to execute works contract in Special Economic zone is not zero rated.

Payment to works contractor is subjected for T.D.S.

Sd./ G. Shanmugam,  
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)