

COMMERCIAL TAXES DEPARTMENT

From

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

To

Thiru S. Afzal Hussain,
Chartered Accountant
Plot No:5 & 6, Secretariat colony,
Lakshmipuram, Chennai 600 009

Lr. No. VAT Cell /34749 / 2007 (VCC No.1239), dated 17.9.2007.

Sir,

Sub: TNVAT Act, 2006 – certain clarification under TNVAT
Act 2006 – requested - Regarding.

Ref: Letter dated 20.6.2007 from Thiru S. Afzal Hussain

Thiru S.Afzal Hussain, Chartered Accountant has requested rate of tax clarification under the TNVAT Act, 2006 for the following

S No	Query	Reply
1	Services civil works to a SEZ Developer Can a civil contractor or an interior decorator who renders services to SEZ Developer claim his input VAT on goods used?	As per section 18 (1), the dealer is eligible for Input tax credit on the goods used.
2	Services – civil works - Interior Decoration – Goods sold to a Unit which is located in a SEZ area On services are rendered to a Unit whether input VAT credit is allowed to the Service Provider	Input tax credit is allowed to the service provided to a Unit located in SEZ area.

In both the cases, Input ax credit is eligible.

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)