

COMMERCIAL TAXES DEPARTMENT

From

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

To

Tvl Loreal Corporate Division,
4/6, First floor, Millers Road,
Bangalore 560052

Lr. No. VAT Cell / 43748/ 2007 (VCC No1255), dated 17.9.2007.

Sir,

Sub: TNVAT Act, 2006 – Rate of tax clarification under
TNVAT for free issues/samples/damages/public Relations
Activities - requested - Regarding.

Ref: Letter dated 9.8.2007 from Tvl.Loreal India Private Ltd,
Bangalore

Tvl. Loreal India Private Limited, Bangalore have requested rate of tax clarification under the TNVAT Act 2006 for free issues/Samples/Damages/Public Relations Activities

It is clarified that the dealers cannot charge VAT on free samples, damages or used for trade promotion (Testers free of cost). Free samples should be shown separately. The dealer cannot claim Input tax credit on the above items.

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)