

COMMERCIAL TAXES DEPARTMENT

From

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

To

Tvl Srivaasa Cements Pvt.Ltd,
31 A Sankari Road,
Tiruchengode 637211

Lr. No. VAT Cell /38334/ 2007 (VCC No1271), dated 19.9.2007.

Sir,

Sub: TNVAT Act, 2006 – Certain clarification under TNVAT Act 2006 for availing Input tax credit for machineries. – requested - Regarding.

Ref: Letter dated 5.7.2007 from Tvl. Srivaasa Cement Pvt.Ltd, Tiruchengode.

Tvl. Srivaasa Cement Private Ltd, Tiruchengode have requested rate of tax clarification for availing Input tax credit for machineries.

It is clarified as follows:

S No	Dealer's request on which clarification is sought for	Reply to the request
1	Whether the machineries suffered tax within the State are liable to tax under section 4 of TNVAT Act 2006	Yes. They are liable to pay tax under section 4 of the TNVAT Act 2006, though the goods (machineries) suffered tax under TNGST Act 1959
2	Whether we are entitled to input tax credit on the lease rent during every month or upto quantum of tax paid on the purchase value of such machineries	They are entitled for Input tax credit for the purchases made within the State from 1.1.2007
3	Whether any monthly return is prescribed for reporting the turnover under section 4 of the Act and if so the relevant form may kindly be communicated	There is a prescribed return in form I in which the dealer has to report the turnover relating to right to use goods (section 4 of the TNVAT Act 2006)

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)