No. F.7(451)/Policy/VAT/2012/ 326 - 335   Dated : 12-7-2012

CIRCULAR NO. 09 OF 2012-13

Subject : Taxability of Rexine cloth

Inputs have been received on ambiguity in the trade circles regarding taxability of Rexine cloth under the Delhi Value Added Tax Act, 2004 (DVAT Act).

In this regard, it is clarified that Rexine cloth is currently taxable @ 5% and is covered under the entry no. 114 of the Third Schedule appended to the Act, as has been determined by the Commissioner, VAT, in exercise of his powers under section 84 of the DVAT Act, through the determination reference no. 302/CDVAT/2011/46 dated 26.03.2012. The determination order discusses the issue of this taxability in detail.

Similar ambiguity and unwarranted confusion is also reported to be prevailing among the traders about the rate of tax on PVC flooring. It is hereby clarified that PVC flooring is taxable @ 12.5%.

All the Assessing Authorities are advised to examine any issues relating to the taxability of these items accordingly.

(RAJENDRA KUMAR)
COMMISSIONER (VAT)

No. F.6(70)/P-I/VAT/2010/ 326 - 335   Dated : 12- 7. 2012
Copy for information / necessary action to:
1. PS to Commissioner (T&T), Deptt. of Trade & Taxes.
2. All Spl. Commissioners, Deptt. of Trade & Taxes.
3. All Addl./Joint Commissioners, Deptt. of Trade & Taxes.
4. Jt. Commissioner (PR/Adv.), Deptt. of Trade & Taxes.
5. All VATOs/AVATOs of all Wards of Operations through Zonal In-charge. Deptt. of Trade & Taxes.
6. All VATOs/AVATOs Front Office/CRC Cell/PR Branch/TPS/Legal Service Cell/CFC, Deptt. of Trade & Taxes.
7. Manager (EDP), Deptt. of Trade & Taxes- with the request to put the circular on the website of the department.
8. Dy. Director (R&S), Deptt. of Trade & Taxes.
9. President, Sales Tax Bar Association (Regd.), Vyapar Bhawan, I.P. Estate, New Delhi.
10. Guard File.

(Indu Shekher Mishra)
Addl. Commissioner (Policy)