

**Recent Amendments in MVAT Act,2002**

The Government has recently effected important amendments in the MVAT Act,2002.

- (1) The Government has issued Ordinance No. II of 2010 dated 18.02.2010, by which section 9(1) of MVAT Act has been amended. By this amendment the proviso to section 9(1) is deleted from statute book. This proviso put a limitation on the Government that it cannot amend schedules to increase the rate after two years from 1.4.2005. However, due to removal of the said proviso, now the Government can change the rates after two years also. Thus, the Government has assumed wide powers about increasing rate of tax in schedules.
- (2) By using the expanded powers the Government has issued Notification u/s.9(1) dated 10.3.2010. By the said Notification changes are effected in Schedule A and C. On most of the goods contained in schedule C the rate of tax is increased from 4% to 5% from 1.4.2010. The important goods on which tax has been increased from 4% to 5% can be indicated as under:
- (i) In Schedule A, the entry 45 is amended.
- The said entry relates to exemption for Fabrics and Sugar. Now it is provided that the fabrics and sugar specified in schedule C will not be covered by this entry. Thus the scope of exemption for fabrics/sugar is reduced by making some of them as taxable under Schedule C.

**However the Commissioner of Sales Tax has now issued Circular bearing No.11T of 2010 dt.17.3.2010 by which it is clarified that there is no intention to levy tax on fabrics/sugar and corrigendum is issued to rectify the position created by above notification dated 10.3.2010. Therefore at present the old position i.e. fabrics/sugar not liable to tax, will continue.**

- (ii) Schedule C is amended.
- As per present position the rate of tax for all entries (i.e. all goods) contained in schedule C is 4%. Now for most of the entries the rate is increased to 5%. Thus effectively the tax is increased by 1%. The indicative list of goods for which tax rate is increased is as under:

| Sr. No. | Entry in schedule C | Indicative description                                                                                                                                                                                                                   | New rate | With effect from |
|---------|---------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|------------------|
| 1.      | 1                   | Agricultural machinery and implements, <i>and components and parts thereof</i> other than tractors, trailers, semi-trailers, oil engines, electric motors, pumps, electric pumping sets, capacitors of all types and pipes of all types. | 5%       | 1.4.2010         |
| 2.      | 2                   | All equipments for electronic communication by wireless or by wire including Private Branch Exchange (P.B.X) and Electronic Private Automatic Branch Exchange (E.P.A.B.X)                                                                | " "      | " "              |
| 3.      | 3                   | All kinds of bricks including fly ash bricks and refractory bricks and monolithics, asphaltic roofing tiles, earthen roofing tiles.                                                                                                      | " "      | " "              |
| 4.      | 4(b)                | Yarn (other than cotton yarn) sewing thread, waste of any of them,                                                                                                                                                                       | " "      | " "              |

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|     |     | excluding cotton and silk yarn in hanks as covered under entry 17 of schedule A.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |     |     |
| 5.  | 5   | Aluminum conductor steel reinforced                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | “ “ | “ “ |
| 6.  | 6   | Aluminum, its alloys and products as may be notified from time to time by the State Government in the <i>Official Gazette</i> .                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | “ “ | “ “ |
| 7.  | 7   | Areca nut powder, betel nut and raw cashew nut                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | “ “ | “ “ |
| 8.  | 9   | Bagasse                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | “ “ | “ “ |
| 9.  | 10  | Bamboo                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | “ “ | “ “ |
| 10. | 11  | Bearings                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | “ “ | “ “ |
| 11. | 12  | Beedi leaves                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | “ “ | “ “ |
| 12. | 13  | Beltings                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | “ “ | “ “ |
| 13. | 14  | Bicycles, tricycles, cycle rickshaws and parts, components and accessories and tyres and tubes thereof.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | “ “ | “ “ |
| 14. | 15  | Biomass briquettes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | “ “ | “ “ |
| 15. | 16  | Bone meal                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | “ “ | “ “ |
| 16. | 17  | Bulk drugs, whether imported or manufactured under licence under the Drugs and Cosmetics Act, 1940                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | “ “ | “ “ |
| 17. | 18  | Castings of non ferrous metals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | “ “ | “ “ |
| 18. | 19  | Centrifugal, monobloc and submersible pumpsets and parts thereof.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | “ “ | “ “ |
| 19. | 21  | Clay including fire clay, fine china clay and ball clay.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | “ “ | “ “ |
| 20. | 23  | Coffee beans and seeds, cocoa pod, green tea leaf and chicory.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | “ “ | “ “ |
| 21. | 24  | Coir and coir products excluding coir mattresses                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | “ “ | “ “ |
| 22. | 26  | Crucibles                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | “ “ | “ “ |
| 23. | 28  | Dehydrated or Processed vegetables and mushrooms                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | “ “ | “ “ |
| 24. | 29  | “29. (a) <i>Drugs (including Ayurvedic, Siddha, Unani, Spirituous Medical Drugs and Homoeopathic Drugs), being formulations or preparations conforming to the following description:- Any medicinal formulation or preparation ready for use internally or on the body of human beings, animals, and birds for diagnosis, treatment, mitigation or prevention of any diseases or disorders, which is manufactured or imported into India, stocked, distributed or sold under licence granted under the Drug and Cosmetic Act, 1940, but does not include mosquito repellants in any form. (b) Medical Oxygen and Nitrous Oxide manufactured under licence granted under the Drug and Cosmetic Act, 1940</i> | “ “ | “ “ |
| 25. | 29A | (a) Devices notified from time to time by the Central Government under sub-clause (iv) of clause (b) of section 3 of the Drugs and Cosmetics Act, 1940.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | “ “ | “ “ |

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|     |    | (b) Bandages and dressings manufactured or imported into India, stocked, distributed or sold under licence granted under the Drugs and Cosmetics Act, 1940<br>(c) Syringes.                                                                                                                                                                                                                                                                                                                                                                                                                             |     |     |
| 26. | 30 | Edible oil, edible oil form and oil cakes.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | “ “ | “ “ |
| 27. | 31 | Electrodes.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | “ “ | “ “ |
| 28. | 32 | Exercise book, graph book, <i>laboratory note books and drawing books</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | “ “ | “ “ |
| 29. | 33 | a) Ferrous and non-ferrous domestic utensils, whether coated with any material or not other than those made from precious metals,<br>b) Domestic pressure cookers and pans;<br>c) Buckets made of iron, steel, aluminium, plastic or any other material;”                                                                                                                                                                                                                                                                                                                                               | “ “ | “ “ |
| 30. | 34 | Fertilizers including biofertilisers, insecticides, pesticides, fungicides, weedicides, rodenticides, herbicides, antispouring products, plant growth promoters or regulators , micronutrients but not including disinfectants.                                                                                                                                                                                                                                                                                                                                                                         | “ “ | “ “ |
| 31. | 35 | Fibres of all types and fibre waste                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | “ “ | “ “ |
| 32. | 36 | Fireclay, coal, ash, coal boiler ash, coal cinder ash, coal powder clinker                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | “ “ | “ “ |
| 33. | 37 | During the periods starting on or after 1st April 2010<br>(a)The flour of wheat and rice including ata, maida, rawa, and suji whether sold singly or in mixed form.<br>(b) The flour of pulses including besan whether sold singly or in mixed form.”<br>(c) Pulse flour including besan mixed with flour of other pulses, when sold on or after 1st May 2005.<br>(d) Pulse flour including besan mixed with flour of cereals including maize, when sold on or after 1st May 2005.<br>(e) Pulse flour including besan mixed with flour of other pulses and cereals, when sold on or after 1st May 2005. | “ “ | “ “ |
| 34. | 38 | Glucose-D                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | “ “ | “ “ |
| 35. | 39 | Goods of intangible or incorporeal nature as may be notified from time to time by the State Government in the <i>Official Gazette</i> .                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | “ “ | “ “ |
| 36. | 40 | Gur, jaggery, and edible variety of rub gur for the periods starting on or after 1st April 2010.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | “ “ | “ “ |
| 37. | 41 | Gypsum of all forms and description excluding gypsum boards.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | “ “ | “ “ |
| 38. | 42 | Hand pumps, Parts and fittings                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | “ “ | “ “ |
| 39. | 43 | Handloom woven <i>gamcha</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | “ “ | “ “ |
| 40. | 44 | Herbs, katha (catechu), gambiar, bark, dry plant, dry root, commonly known as jari booti and dry flower                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | “ “ | “ “ |
| 41. | 46 | Hose pipes and fittings thereof.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | “ “ | “ “ |

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| 42. | 47 | Hosiery goods                                                                                                                                                                                                           | “ “ | “ “ |
| 43. | 49 | Rice Bran                                                                                                                                                                                                               | “ “ | “ “ |
| 44. | 50 | Ice                                                                                                                                                                                                                     | “ “ | “ “ |
| 45. | 51 | Hair pins                                                                                                                                                                                                               | “ “ | “ “ |
| 46. | 53 | Industrial cables (High voltage cables, plastic coated cables, jelly filled cables, optical fibre cable).                                                                                                               | “ “ | “ “ |
| 47. | 54 | Industrial inputs and packing materials as may be notified from time to time by the State Government in the <i>Official Gazette</i>                                                                                     | “ “ | “ “ |
| 48. | 56 | IT products as may be notified by the State Government from time to time.                                                                                                                                               | “ “ | “ “ |
| 49. | 58 | (a) Kerosene oil sold through the Public Distribution System.                                                                                                                                                           | “ “ | “ “ |
| 50. | 59 | Knitting wool                                                                                                                                                                                                           | “ “ | “ “ |
| 51. | 61 | Lignite                                                                                                                                                                                                                 | “ “ | “ “ |
| 52. | 62 | Lime, lime stone, products of lime, dolomite                                                                                                                                                                            | “ “ | “ “ |
| 53. | 64 | Mixed PVC stabilizer                                                                                                                                                                                                    | “ “ | “ “ |
| 54. | 65 | Napa Slabs (Rough flooring stones) and Shahabadi stones.                                                                                                                                                                | “ “ | “ “ |
| 55. | 66 | Newars                                                                                                                                                                                                                  | “ “ | “ “ |
| 56. | 67 | Non-ferrous metals and alloys in primary forms and scrap as may be notified from time to time by the State Government in the <i>Official Gazette</i> .                                                                  | “ “ | “ “ |
| 57. | 69 | Ores and minerals                                                                                                                                                                                                       | “ “ | “ “ |
| 58. | 70 | (a) Paper, news print, paper board, waste paper,<br>(b) All types of paper stationery for computer, carbon paper, ammonia paper.                                                                                        | “ “ | “ “ |
| 60. | 71 | Paraffin wax of food grade standard and other than food grade standard including standard wax and match wax; slack wax.                                                                                                 | “ “ | “ “ |
| 61. | 72 | Pipes of all varieties including G.I. Pipes, C.I. pipes, ductile pipes and PVC pipes and their fittings.                                                                                                                | “ “ | “ “ |
| 62. | 73 | Pizza bread                                                                                                                                                                                                             | “ “ | “ “ |
| 63. | 74 | (a) Plastic footwear (moulded) : hawaii chappals and straps thereof;<br>(b) Plastic mats (Chatai)                                                                                                                       | “ “ | “ “ |
| 64. | 75 | Plastic granules ,master batches. plastic powder and scrap.                                                                                                                                                             | “ “ | “ “ |
| 65. | 76 | Printed material including annual reports, application forms, account books, calendars, diaries, catalogues, race cards and publications which mainly publicise goods, services and articles for commercial purposes.   | “ “ | “ “ |
| 66. | 77 | Printing and writing ink excluding toner and cartridges                                                                                                                                                                 | “ “ | “ “ |
| 67. | 79 | Pulp of bamboo, wood and paper                                                                                                                                                                                          | “ “ | “ “ |
| 68. | 80 | Rail coaches, engines and wagons and parts thereof                                                                                                                                                                      | “ “ | “ “ |
| 69. | 81 | a) Readymade garments.<br>b) other articles of personal wear, clothing accessories, made up textile articles and sets as may be notified, from time to time, by the State Government in the <i>Official Gazette</i> .”. | “ “ | “ “ |

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| 70. | 82 | Renewable energy devices and spare parts as may be notified from time to time by the State Government in the <i>Official Gazette</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | “ “ | “ “ |
| 71. | 83 | Roasted or fried pulses including gram <i>except when served for consumption</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | “ “ | “ “ |
| 72. | 84 | Rubber that is to say (a) raw rubber, (b) latex (c) dry ribbed sheet of all grades                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | “ “ | “ “ |
| 73. | 85 | Safety matches                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | “ “ | “ “ |
| 74. | 87 | Sewing machines and parts, components and accessories thereof <i>and all kinds of sewing needles and knitting needles</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | “ “ | “ “ |
| 75. | 88 | Ship and other water vessels                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | “ “ | “ “ |
| 76. | 89 | (a) Milk powder including skimmed milk powder,<br>(b) UHT milk,<br>(c) Condensed milk whether sweetened or not, when sold on or after 1st April 2005,<br>(d) Milk containing any ingredient and sold under a brand name, when sold on or after 1st April 2005.<br><i>Explanation:- UHT milk, condensed milk whether sweetened or not and milk containing any ingredient and sold under a brand name shall not be covered by the scope of this entry when served for consumption”.</i><br>(e)Curds (whether or not sweetened or flavoured) when sold under a brand name, except when served for consumption. | “ “ | “ “ |
| 77. | 90 | Solvent oils other than organic solvent oil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | “ “ | “ “ |
| 78. | 91 | (a) <i>Subject to clause (b) spices</i> including cumin seed, hing (asafoetida), aniseed, saffron, pepper and poppy seeds;<br>(b)for the periods starting on or after 1st April 2010<br>Chillies, turmeric, tamarind, coriander seeds, fenugreek and parsley (suva) whether whole or powdered.”                                                                                                                                                                                                                                                                                                             | “ “ | “ “ |
| 79. | 92 | Sports goods excluding apparels and footwear                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | “ “ | “ “ |
| 80. | 93 | Starch , sago,and Tapioca                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | “ “ | “ “ |
| 81. | 94 | (a) <i>Sweet and sweetmeats including Shirkhand, Basundi, Doodhpak except when served for consumption excluding ice-cream, other edible ice whether or not containing cocoa, kulfi, non-alcoholic drinks containing icecream or kulfi, sweet drops, toffees, chocolates other confectioneries and all kinds of bakery products, (b) Varieties of farsan as may be notified from time to time by the State Government in the Official Gazette, except when served for consumption”.</i>                                                                                                                      | “ “ | “ “ |
| 82. | 95 | Tamarind                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | “ “ | “ “ |
| 83. | 96 | (a) <i>Tractors, trailers and trolleys [being agricultural tractors, trailers</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | “ “ | “ “ |

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|     |         | <i>and trolleys], harvester attachments, parts, components, accessories, tyres and tubes thereof.<br/>(b) When sold on or after 1st April, 2005, threshers and attachments parts, components, accessories, tyres and tubes thereof.</i>                                                                                                                                                                                                                                                                                 |     |     |
| 84. | 97      | <i>Transformers and components and parts thereof.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | “ “ | “ “ |
| 85. | 98      | Transmission towers                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | “ “ | “ “ |
| 86. | 99      | <i>(a) Umbrella except garden umbrella, (b) Components, parts, and accessories of umbrella except garden umbrella.</i>                                                                                                                                                                                                                                                                                                                                                                                                  | “ “ | “ “ |
| 87. | 100     | Vanaspoti (Hydrogenated vegetable oil)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | “ “ | “ “ |
| 88. | 101 (b) | Varieties of Textile and Textile Articles as may be notified from time to time by the State Government, in the Office Gazette.                                                                                                                                                                                                                                                                                                                                                                                          | “ “ | “ “ |
| 89. | 102     | Vegetable oil including gingili oil, castor oil and bran oil                                                                                                                                                                                                                                                                                                                                                                                                                                                            | “ “ | “ “ |
| 90. | 103     | Windmill for water pumping and for generation of electricity <i>and its components, parts and accessories.</i>                                                                                                                                                                                                                                                                                                                                                                                                          | “ “ | “ “ |
| 91. | 104     | a) Writing instruments, ball point pens, felt tipped and other porustipped pens and markers; fountain pens, stylograph pens and other pens; duplicating stylos, propelling or sliding pencils; pen holders, pencil holders, and similar holders; parts (including caps and clips) of the foregoing articles;<br>b) Mathematical instrument boxes including instruments thereof, students colour boxes, crayons and pencil sharpners;”                                                                                   | “ “ | “ “ |
| 92. | 105     | Embroidery or Zari material that is to say, -<br>(i) imi, (ii) zari; (iii) kasab; (iv) saima; (v) dabka; (vi) chumki; (vii) gota; (viii) sitara; (IX) naquasi; (x) kora; (xi) deleted (xii)badla; (xiii) gizal; (xiv) embroidery machines; (xv) embroidery needles.                                                                                                                                                                                                                                                     | “ “ | “ “ |
| 93. | 106     | (a)Kopra<br>(b) During the period starting on or after 1st April 2010 coconut in shell and separated Kernel of coconut excluding Kopra.                                                                                                                                                                                                                                                                                                                                                                                 | “ “ | “ “ |
| 94. | 107     | 1) Animal hair other than raw wool;<br>2) Capital goods as may be notified by the State Government from time to time in the Official Gazette;<br>3) Coal tar;<br>4) Combs,<br>5) Cups and glasses of paper or plastic,<br>6) Feeding bottles and nipples,<br>7) Goods specified below supplied to foreign going ships:- m) marine lubricants and indigenous marine paints; n) food stuff and food provisions of all kinds, o) alcoholic and non alcoholic beverages p) bunker oil<br>8) Medical devices and implants as | “ “ | “ “ |

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|     |     | <p>may be notified from time to time by the State Government in the Official Gazette;</p> <p>9) Porcelain insulators,</p> <p>10) Screws, nuts, bolts, fasteners, coach screws, screw hooks, revets, cotters, cotter pins, washers including spring washers;</p> <p>11) (a) Raw meat, raw flesh of poultry and raw sea food including fish, prawns, lobsters, crabs and shrimps when sold in frozen state or in sealed container,</p> <p>(b) Fruits and vegetables when sold in frozen state or in sealed container,</p> <p>(c) Processed, semi-processed or semi-cooked food articles made from meat of any animal or flesh of bird including Ham, Bacon, Sausages, Salami or Kababs, whether or not sold in frozen state or in sealed container,</p> <p>(d) Processed, semi-processed or semi-cooked flesh of poultry, seafood including fish, prawns, lobsters, crabs and shrimps, whether or not sold in frozen state or in sealed container,</p> <p>(e) Processed, semi-processed or semi-cooked fruits and vegetables including fruit jams, jelly, pickle, sauce, porridge, marmalade, cottage cheese (paneer), honey, preserved fruits, fruit squash, fruit paste, fruit drink, fruit juice, vegetable juice, squashes, syrups, cordials, whether or not sold in frozen state or in sealed container,</p> <p><i>Explanation.—The items referred to in clause (a) to (e) will not be covered by the scope of this entry when those are served for consumption.</i></p> <p>(g) Powders, tablets, cubes, crystals and other solids or liquids from which non-alcoholic beverages and soups are prepared.</p> <p>12) Silica sand</p> <p>13) Tamarind seed and powder thereof;</p> <p>14) Toys and games excluding electronic toys and electronic games;</p> <p>15) Wax candles,</p> |     |                                                                                                                            |
| 95. | 108 | <p>(1)(a) Dry fruits including raisins and currants;</p> <p>(b) Tea in leaf or powder form including instant tea, sold during the period starting on 1st April 2008 and ending on 31st March 2010.</p> <p>(2) Timber, sold during the period starting on 1st April 2008 and ending on 31st March 2010.</p> <p>(3) Wood free plain and pre-laminated particle board covered under Tariff item 4410.90.10 and 4410.90.90 of Central Excise Tariff Act, 1985 with BIS specification IS - 3087 or IS - 12823, having logo 'ECOMARK' obtained from</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | " " | <p>(The entry 108(1)(a)/(b) &amp; (2) expires on 31.3.2010.</p> <p>Pl. wait for clarification, if any, for extension.)</p> |

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|------|-----|-----------------------------------------------------------------------------------------------------------------|-----|-----|
|      |     | BIS.                                                                                                            |     |     |
| 96.  | 109 | Papad, except when served for consumption sold on or after 1 <sup>st</sup> April 2010.                          | “ “ | “ “ |
| 97.  | 110 | Clearing nuts (Shikekai) and Soap nuts (Ritha) in whole or powder form.                                         | “ “ | “ “ |
| 98.  | 111 | Compact Fluorescent Lamps.                                                                                      | “ “ | “ “ |
| 99.  | 112 | LPG Stoves for domestic use; parts, components and accessories thereof.                                         | “ “ | “ “ |
| 100. | 113 | Cotton ginning and pressing machinery covered by sub-heading 8445 19 10 of the Central Excise Tariff Act, 1985. | “ “ | “ “ |
| 101. | 114 | Composting Machinery                                                                                            | “ “ | “ “ |

(iii) **The list of goods covered by schedule C but for which the tax is retained at 4% is as under:**

| Sr. No. | Entry in schedule C | Indicative description                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | Rates from 1.4.2010                                                                                         |
|---------|---------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------|
| 1.      | 4(a)                | Cotton yarn but not including cotton yarn waste.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 4%                                                                                                          |
| 2.      | 8                   | Aviation Turbine Fuel sold to a Turbo-prop aircraft<br><i>Explanation:</i> For the purposes of this entry “Turbo-prop Aircraft” means an aircraft deriving thrust mainly from propeller, which may be driven by either turbine engine or piston engine                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | 4%                                                                                                          |
| 3.      | 20                  | Paddy and rice, wheat and pulses in whole grain, split or broken form.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | 4%<br><br>(This “entry” will be in effect after 1.4.2010. PI wait for clarification, if any, by Government) |
| 4.      | 22                  | Coal including coke in all its forms but excluding charcoal.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 4%                                                                                                          |
| 5.      | 25                  | Cotton, that is to say, all kinds of cotton (indigenous or imported) in its unmanufactured state, whether ginned or unginned, baled, pressed or otherwise including cotton waste.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | “ “                                                                                                         |
| 6.      | 27                  | Crude oil, that is to say, crude petroleum oils, and crude oils obtained from bituminous minerals (such as shale, calcareous rock, sand), whatever their composition, whether obtained from normal or condensation oil deposits or by the destructive distillation of bituminous minerals and whether or not subjected to all or any of the following processes:-<br>(1) decantation; (2) de-salting; (3)dehydration; (4) stabilisation in order to normalise the vapour pressure; (5) elimination of very light fractions with a view to returning them to the oil deposits in order to improve the drainage and maintain the pressure; (6) the addition of only those hydrocarbons previously recovered by physical methods, during the course of the above mentioned processes; (7) any other minor | “ “                                                                                                         |



|     |    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |     |
|-----|----|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|
|     |    | process (including addition of pour point depressants of flow improvers) which does not change the essential character of the substance.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |     |
| 7.  | 45 | Hides and skins, whether in raw or dressed state                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | “ “ |
| 8.  | 55 | Iron and steel, that is to say,<br>(i) pig iron, spong iron and cast iron including ingots, moulds, bottom plates, iron scrap, cast iron scrap, runner scrap and iron skull scrap; (ii) steel semis (ingots, slabs, blooms and billets of all qualities, shapes and sizes); (iii) skelp bars, tin bars, sheet bars, hoe bars and sleeper bars; (iv) steel bars (rounds, rods, square flats, octagons and hexagons, plain and ribbed or twisted in coil form as well as straight lengths).; (v) steel structurals,(angles, joints, channels, tees, sheet pilling sections, Z sections or any other rolled sections); (vi) sheets, hoops, strips, and skelp, both black and galvansied, hot and cold rolled, plain and corrugated, in all qualities in straight lengths and in coil form as rolled and in revetted conditions; (vii) plates both plain and chequered in all qualities; (viii) discs, rings, forgings and steel castings; (ix) tool, alloy and special steels of any of the above categories; (x) steel melting scrap in all forms including steel skull, turning and boring (xi) steel tubes, both welded and seamless, of all diameters and lengths, including tube fittings;(xii) tin plate, both hot dipped and electrolytic and tin free plates;(xiii) fish plate bars, bearing plate bars, crossing sleeper bars, fish plates, bearing plates, crossing sleepers and pressed steel sleepers, rails heavy and light crane rails;(xiv) wheels, tyres, axles and wheel sets; (xv) wire rods and wires-rolled, drawn, galvanized aluminized, tinned or coated such as by copper;(xvi) defectives, rejects, cuttings or end pieces of any of the above categories | 4%  |
| 9.  | 57 | Jute that is to say, the fiber extracted from plants belonging to the species Corchorus Capsularies and Corchorus oiltorius and the fiber known as mesta or bimli extracted from plants of the species Hibiscus Cannabinus and Hibiscus subdariffa-varaltissima and the fibre known as Sunn and Sannahemp extracted from plants of the species Crotalaria Juncea, whether baled or otherwise.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | “ “ |
| 10. | 68 | Oil seeds, that is to say:-<br>(i) Groundnut or Peanut (Arachis hypogaea); (ii) Sesamum or Til (Sesamum Orientale); (iii) Cotton seed (Gossypium Spp.); (iv) Soyabean (Glycine seja); (v) Rapeseed and Mustard- (1) Torta (Brassica Campestris var toria); (2) Rai (Brassica Juncea); (3) Jamba-                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | 4%  |

|     |         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |     |
|-----|---------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|
|     |         | Taramira ( <i>Eruca sativa</i> ); (4) Sarson-Yellow and brown ( <i>Brassica campestris</i> var <i>sarson</i> ); (5) Banarasi Rai or True Mustard ( <i>Brassica nigra</i> ); (vi) Linseed ( <i>Linum usitissimum</i> ); (vii) Castor ( <i>Ricinus communis</i> ); (viii) Coconut (i.e. Copra excluding tender coconuts) ( <i>Cocos nucifera</i> ); (ix) Sunflower ( <i>Helianthus annuus</i> ); (x) Nigar seed ( <i>Guizotia abyssinica</i> ); (xi) Neem, vepa ( <i>Azadirachta indica</i> ); (xii) Mahua, Illupai, Ippe ( <i>Madhuca indica</i> , <i>M. Latifolia</i> , <i>Bassia</i> , <i>Latifolia</i> and <i>Madhuca longifolia</i> Syn. <i>M. Longifolia</i> ); (xiii) Karanja, Pongam, Honga ( <i>Pongamia Pinnata</i> Syn. <i>P. Glabra</i> ); (xiv) Kusum ( <i>Schlechera Olcosa</i> , Syn. <i>S. Trijuga</i> ); (xv) Punna undi ( <i>Calophyllum</i> , <i>inophyllum</i> ); (xvi) Kokum ( <i>Carcinia indica</i> ); (xvii) Sal ( <i>Shorea robusta</i> )(xviii) Tung ( <i>Aleurites fordii</i> and <i>A. Montana</i> )(xix) Red Palm ( <i>Elaeis guinensis</i> )(xx) Safflower ( <i>Carthamus tinctorius</i> ) |     |
| 11. | 101 (a) | Fabrics and sugar as defined from time to time, in section 14 of the Central Sales Tax act, 1956 <b>(Not effective due to Circular No.11T of 2010 dt.17.3.2010)</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | Nil |

Thus the rate is increased from 4% to 5% on many items from 1.4.2010. The same is done just before Budget presentation. This is also against the accepted principle of uniformity of rate of tax in VAT regime.