

Ref. No. 2bII/7263

11 April 2008

Shri K. Chandramauli I.A.S
Principal Secretary,
Deptt of Commercial Tax,
Govt. of U.P. Lucknow

Shri Sunil Kumar, I.A.S,
Commissioner,
Commercial Tax,
Govt. of UP.,
Gomati Nagar, Lucknow.

Subject: Taxability of Mill Board, Duplex Board, Gray Board & its excretion waste-sludge.

Sir,

IIA has suggested that Mill Board, Duplex Board, Gray Board which is essential for use in packing of Goods may kindly be Taxed @ 4% & its waste sludge too @4% which is mere waste. In the Rate list (Revised) these items have again been excluded, meaning thereby that they would fall in the list of “unclassifieds” @ 12.5%.

These goods are Taxable @4% in the neighbouring states of Punjab, Haryana, Uttrakhand & Delhi. Naturally our goods will stand nowhere in the field of competition & making the packing of Goods costlier, which will be against VAT fundamentals.

Therefore, it is requested that Mill Board, Duplex Board, Gray Board be included in Schedule 11-Part-A & clubbed together with Entry at S.No-92.

The waste sludge of Paper Mills may also be Taxed @ 4% Goods Taxable @ 4%.

This will bring the State Industry in comfortable position vis-à-vis neighboring States.

Thanking You

Yours truly,

D.S. Verma
Executive Director