

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 :- VAT Rates of Adhesives, Glue & Starch to be rationalized. .**

Dear Sir,

IIA had requested your goodself to slash the Tax on Adhesive, Glue & Starch including Rubber based Adhesives @4% as the same is essentially required as “Input” in the process of many a big Industries.

The main contention of the Association was that discrepancies in various States as well as the CST Rates brought down to 3% & now 2%. This is so injurious to the health & growth of U.P. Industries as the same will endanger the very existence of U.P Industries. To plug up the lacunae the U.P.T.T. had provided for concessional rates under section 4-B. Which has since been withdrawn under VAT System, Now the Industries requiring the Inputs as are costlier under VAT in U.P will automatically opt for their purchase from outside the State of U.P against form “c”. To cope up with this flaw Uttrakhand has resorted to provision of 4-B under VAT too.

Under these circumstances U.P. Industries will face tremendous challenge from neighbouring States & the higher rates of VAT in U.P are likely to bring the doom of Home Industry.

It is therefore requested that your goodself may very kindly consider:-

1. Adhesive, Glue & Starch including Rubber based for Input @4% & save the Industry from extinction or
2. Introduce same provisions like U.P.T.T section 4-B and adopted by Uttrakhand under VAT to protect & safeguard U.P Industries.

Thanking you,

Yours truly,

D.S. Verma  
Executive Director