

• **Taxability of bones horns & hooves etc under VAT.**

Ref No 2bII/7104

31 Dec. 07

Shri K. Chandramauli (I.A.S.)  
The Principal Secretary  
Tax & Registration  
Govt. of Uttar Pradesh, Lucknow

Shri Sunil Kumar I.A.S.  
Commissioner Trade Tax, U.P  
Trade Tax Bhawan,  
Vibhuti Khand, Gomti Nagar, Lucknow

**Subject:- Taxability of bones horns & hooves etc under VAT.**

Sir,

IIA is concerned that VAT schedule has not adopted the exemptions & relaxations given under UPTT Act. Therefore your kind attention is drawn to the following facts.

The Trade Tax Department had declared :-

1. Bones, Horns, Hooves as non taxable goods vide notification No. 7038/31-01-85.
2. Crushed bones, bone grist, bone sinews & bone meal, taxable @ 4% W.E.F. 01-04-2000
3. That since then it has been our effort to see these items attract no tax.
4. That these items if taxed will have no input to show & thereby get an ITC & thus will be taxed without rebate under VAT also.
5. That the structure of Revenue is such that its 50% of the profit including contracts etc goes to Govt. treasure.
6. That it is the only rural industry involving the rural poor & unskilled labour to earn their livelihood.
7. That our job is to remove the pollutant from the site & help Govt. in maintaining health standard.

Therefore on the aforesaid grounds, it is requested that the above all seven items stated at Sr. No. 1 & 2 be classified in schedule-1(Exempted goods) @ 0%. This will help the state exchequer, health scheme & the industry.

Thanking you.

D.S. Verma  
Executive Director