

No. CTS-41/2007/100

Dated Dispur, the 23<sup>rd</sup> December/2008

Sub: Clarification regarding rate of tax on “Power Tillers” from 01-05-2005 to 28-07-2005.

### **Extract of the Order**

As per entry at Sl. No. 1 of Part-A of the Second Schedule of the Assam Value Added Tax Act’ 2003, “Agriculture Implements, not operated manually or not driven by animal” is taxable @4%. Moreover as per entry at Sl. No. 65 of the said schedule “Tractors, Power tillers, threshers, harvostors and attachments and parts thereof” are taxable @4%. The item “Power Tiller” was included in the said entry w.e.f. 29-07-2005. From the entry, it is clear that the legislative intention was to treat said item differently and not as a part of agricultural implement. But Legislature intended to reduce the rate of tax on “Power Tiller”, and brought specific entry in the Schedule. Which makes it obvious that the item “Power Tiller was taxable @12.5% prior to its inclusion in the said entry.

Sd/-  
Commissioner of Taxes, Assam  
Dispur, Guwahati-6