

No. CTS-41/2007/117

Dated Dispur the 13th March, 2009

Sub: Clarification of rate of tax on "Icing Sugar".

Extract of the Order

The analytical report of "Icing Sugar" confirms that it contains up to 4% starch. It is, therefore, clear that "Icing Sugar" is not purely only sugar but contains starch also. Moreover, in common parlance test "Icing Sugar" cannot be regarded as sugar as it has separate and distinct use than common sugar.

It is, therefore, clarified that "Icing Sugar" is not sugar and it is taxable @12.5% as per entry at Sl. No. 1 of the Fifth Schedule appended to the Assam Value Added Tax Act, 2003.

Sd/- Sanjay Lohiya
Commissioner of Taxes, Assam
Guwahati