

No.C7.4107/08/CT

Office of the Commissioner
Commercial Taxes
Thiruvananthapuram
Dated. 21..04..08

CIRCULAR No.18/08

Sub:- Fixation of floor rates for purchasing ceramic tiles to realize advance tax- Reg:

Ref:- Circular No. 3/08 dt. 29.01.08.

As per reference cited above certain floor rates were fixed for the purpose of realizing advance tax on ceramic/wall /floor/verified tiles imported into the State. It was also provided therein, that while estimating the sale price for the purpose of collecting Advance Tax as per circular 50/06, if the purchase value is declared below the floor rate, it should be reckoned by adopting the floor rate mentioned therein by adding freight charges and 5 % G.P.

Queries were raised from the field as to how to arrive at the purchase value in case of consignments imported from outside the country, like china. It is clarified that in case of such consignments the landed cost at port (ie. Invoice value +Customs duty + shipping freight) shall be the purchase value to be reckoned for estimation of advance tax.

The circular cited above is modified to the above extent.

Commissioner.