

No. CTS-48/2005/223

Dated Dispur, the 7th April, 2009

Sub: Clarification as to whether VAT is applicable for providing service as per work order received.

Extract of the Order

The hoardings which are set up for a period of one month are removable. It is, therefore, goods within the meaning of 'goods' under section 2(20) of the Assam Value Added Tax Act, 2003 and transaction will come under lease contract. Hence, transaction shall be eligible to tax @12.5% as per entry at Sl. No. 3 of the Fifth Schedule under the AVAT Act, 2003.

However, publication of newspaper advertisement and promotion through Radio in AM and FM channels will not be eligible to tax under the Assam Value Added Tax Act, 2003.

Sd/- Sanjay Lohiya
Commissioner of Taxes, Assam
Guwahati