



Government of Karnataka
COMMERCIAL TAXES DEPARTMENT

NOTIFICATION

With immediate effect, VAT rate of 4% is increased to 5% (Because of the amendment made to Section 15 of the CST Act, 1956 by Finance Act, 2011 passed by the Parliament read with the amended provision of Section 4(1)(b) of and Sixth Schedule to the KVAT Act, 2003) in respect of,

- (i) declared goods namely coal, cotton, cotton yarn, crude oil, hides and skins, iron and steel, jute, oil seeds (excluding coconut which is exempted and copra and desiccated coconut powder which are taxable at 2%), aviation turbine fuel sold to air crafts with a maximum take off mass of less than 40,000 KG operated by scheduled airlines; and
- (ii) works contract of providing and laying of steel pipes for purposes other than for plumbing, drainage and the like.

Commissioner of Commercial Taxes
(Karnataka)

Date : 12.04.2011