

THE KERALA VALUE ADDED TAX RULES, 2005

FORM No. 4D

Permission to pay compounded tax U/S 8

{See Rule..... }

DATE	D	D		M	M		Y	Y
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TIN*								
CIN*								

*TIN= Tax Payer's Identification Number

*CIN= Compounded Tax Payer Identification Number

To

Sri/M/s.

.....

VAT OFFICE

ADDRESS

Whereas on consideration of your application dated.....the undersigned is satisfied that you are eligible for payment of compounded tax u/s 8 of the KVAT Act, 2003, permission is hereby accorded to you to opt payment of tax at compounded rates as specified hereunder and subject to conditions stipulated against each category of dealer.

Works Contractor [Section 8(a)]

Conditions

1. Quarterly returns shall be submitted as per Rule 23 along with proof or payment of tax.
2. Permission-holder shall neither collect tax nor claim input tax credit on tax paid on inputs
3. Compounded rate of tax is 2% on the gross contract amount received or receivable
4. This scheme would not apply to a contractor who procures goods from outside the state/ effects first

taxable sales of goods in the form of goods/effects deemed sale of goods NOT in the form of goods.

5. This permission is liable to be cancelled in the event of contravention of the provisions of KVAT

Act,/Rules or conditions mentioned above.

Metal Crushing Units [Section 8(b)]

1. Quarterly returns shall be submitted as per Rule 23 along with proof or payment of tax.
2. Permission-holder shall neither collect tax nor claim input tax credit on tax paid on inputs

3. Compounded tax vide section 8(b) (i)/(ii)/(iii) has to be paid
4. This permission is liable to be cancelled in the event of contravention of the provisions of KVAT

Act,/Rules OR conditions mentioned above.

Dealer in Cooked Food [Section 8(c)]

1. Quarterly returns shall be submitted as per Rule 23 along with proof or payment of tax.
2. Permission-holder shall neither collect tax nor claim input tax credit on tax paid on inputs
3. Compounded tax @ 1% shall be paid on the taxable turnover
4. Permission-holder shall not supply food or beverages to any airline service company or

institution or shipping company for serving in air craft, ships or steamer or served in air craft,

ship, steamer, bar attached hotel or star hotel as stipulated u/s 8(c).

5. This permission is liable to be cancelled in the event of contravention of the provisions of KVAT

Act,/Rules OR conditions mentioned above.

Dealer lending Video Cassettes [Section 8(c)]

1. Quarterly returns shall be submitted as per Rule 23 along with proof or payment of tax.
2. Permission-holder shall neither collect tax nor claim input tax credit on tax paid on inputs
3. Compounded rate of tax payable is Rs. 1000/- for each main shop/branch situated within Corporation/Municipality and @ Rs. 5000/- when business place is elsewhere.
4. This permission is liable to be cancelled in the event of contravention of the provisions of KVAT

Act,/Rules OR conditions mentioned above.

SEAL

Assessing Authority