

**HARYANA GOVERNMENT
EXCISE AND TAXATION DEPARTMENT
NOTIFICATION**

The 11th November, 2008

No. Web.7/H.A. 6/2003/S.60/2008. - The following draft amendment further to amend the Haryana Value Added Tax Rules, 2003, which the Governor of Haryana proposes to make in exercise of the powers conferred by sub-section (1) read with sub-section (3) of section 60 of the Haryana Value Added Tax Act, 2003 (6 of 2003), is published below for the information of persons likely to be affected thereby.

Notice is hereby given that the draft amendment will be taken into consideration by the Government on or after the expiry of a period of ten days from the date of uploading of this notification on the official web-site www.haryanatax.com together with objections and suggestions, if any, which may be received by the Financial Commissioner and Principal Secretary to Government, Haryana, Excise and Taxation Department, Chandigarh, from any person with respect to the draft amendment before the expiry of the period so specified :-

Draft Amendment

1. These rules may be called the Haryana Value Added Tax (____Amendment) Rules, 2008.

2. In the Haryana Value Added Tax Rules, 2003, in rule 69, after sub-rule (6), the following para shall be added at the end and shall be deemed to have been added with effect from the 6th June,2005, namely :-

- “6(a) i) Mega units coming up in backward areas shall be entitled to get benefit of conversion of 50% of Value Added Tax paid on the sale of such goods into interest free loan for a period of 7 years from the date of commercial production repayable after a period of 5 years from the date of grant of interest free loan.
- ii) Small Scale Industrial units coming up in backward areas shall get similar benefit for a period of 5 years from the date of commercial production repayable after a period of 5 years from the date of grant of interest free loan.
- iii) Food processing units coming up anywhere in the State shall get similar benefit of conversion of 75% of Value Added Tax paid into interest free loan for a period of 5 years from the date of commercial production repayable after a period of 5 years from the date of grant of interest free loan.

- iv) Down stream industries of Indian Oil Corporation Ltd. to be setup in the industrial park to be established as a part of petro chemical hub shall be entitled to get benefit of conversion of 50% of Value Added Tax paid on the sale of goods produced into interest free loan for a period of 7 years from the date of commercial production repayable after a period of 7 years from the date of grant of interest free loan.

Explanation :- **The quantum of interest free loan shall be determined on the basis of tax actually paid along with the returns filed in the Department of Excise and Taxation under the Haryana Value Added Tax Act, 2003(6 of 2003), only in respect of intra-State sales of manufactured goods for consumption within the State, except plant and machinery. The use of such goods as raw material in manufacturing of other goods within the State shall not be considered as consumption within the State’.**

RAMENDRA JHAKU,
Financial Commissioner and Principal Secretary to
Government, Haryana, Excise and Taxation Department