GOVERNMENT OF ANDHRA PRADESH
COMMERCIAL TAXES DEPARTMENT

FORM VAT 305

NOTICE OF ASSESSMENT OF VALUE ADDED TAX
See Rule 25 (5)

AO: 53716

27-12-2012

Tax Office Address:
Commercial Tax Office
Ranigunj Circle,3rd Floor Pavani Prestige, Ameerpet, Hyderabad.

TIN: 28661323114

Circle: M.G Road.
Division: Begumpet

Name : M/s Kadakia and Modi Housing.
Address: 2ND Floor soham mension M.G Road
Sec'bad

M/s Kadakia and Modi Housing Pvt are registered dealers on the rolls of the CTO M.G Road Circle vide TIN No 28661333114 doing business in works contract of partment/villas their business Partnership is situated at 5-4-187/3 & 4 2ND Floor soham mension M.G Road Sec'bad .It's a pvt Ltd Company consisting partners directors.

As per the authorization given DC (CT) Begumpet Division on 26-09-2012 issued 304 to conduct audit. In response notice, Mr Jayaprakash Accountant of the company appear and submitted the records. and a separate authorization for assessment was given by DC (CT) Begumpet in Form ADM 1C 20121130542816 Dt:30.11.2012

On verification, The books of Accounts it's noticed that the dealer did not reported the turnover disclosed their books of accounts and VAT returns.

As per 17(4) of APVAT Act 2005.

a. Where a dealer enclose a contract for constructions and selling of residential houses, (or) commercial complexes and opts to pay tax by way of composition under clause (d) of sub section (7) of section he must register him self as VAT dealer.

The VAT dealer shall have to pay tax by way of composition at the rate of four percent on twenty five percent of the total consideration received or receivable towards cost of land as well as construction (or) the market value fixed for the proposal of stamp duty, Whichever is higher and the balance seventy five percent at the total consideration received (or) receivable shall be allowed as deduction for the purpose of composition of taxable turnover.

On receipt of any payment related to contract, the contractor VAT dealer shall calculate the tax due at four percent of twenty five percent of the amount received and shall enter such details on VAT form VAT 200 the tax due shall be paid with return form VAT 200.

On verification of book of accounts it is noticed that the following turnovers which are not reported in VAT 200 returns From Feb 2011 to 31-10-2012

Total Taxable Turnover Rs.4,49,97,870-00

Rs.1,45,87,000-00	@ 1%	Rs.1,45,870-00
Rs.3,07,10,870-00	@ 1.25%	Rs.3,83,885-00
		Rs.5,29,755-00

Total Tax Due:	Rs.5,29,755-00
Paid :	Rs.3,49,270-00
Payable :	Rs.1,80,485-00

Accordingly a show Caue Notice in Form VAT 305-A, Dtd: 30.11.2012 was issued to the dealers, inviting their written objections if any within (7) days from the date of receipt of the show cause notice. Having received the show cause notice on 30.11.2012 the dealer filed a letter on 26.12.2012 stating that they have no objection to the turnovers and taxes proposed in the show cause notice. Hence, confirmed the above proposal.

M/s Kadakia and Modi Housing Pvt are requested to pay the underdeclared VAT tax of Rs: 180485/- to the Commercial Tax Officer, M.G Road circle, within (30) days of receipt of this order, failure the payment will result in recovery proceedings under the AP VAT Act'2005.

From the foregoing it indicates that the dealer has committed an offence under the provisions of APVAT Act 2005 and the Penalty Proceeding as per the provisions of APVAT will be issued separately.

The proof of payment of the amount specified above together with duplicate copy of this order shall be submitted within the specified time limit.

An appeal against this order can be filed before the Appellate Deputy Commissioner(CT) Secunderabad Division within 30 days of receipt of this order.

Dy. Commercial Tax Officer,
Ranigunj Circle, Begumpet Divn.,
Deputy Commercial Tax Officer
Ranigunj Circle

TO
M/s kadakia and modi Housing.
5-4-187/3 &4 floor soham mension
M.G Road Sec'bad