

GOVERNMENT OF ANDHRA PRADESH
COMMERCIAL TAXES DEPARTMENT

Office of the
Commercial Tax Officer
M.G Road Circle
3rd Floor, Pavani Prestige
Ameerpet, Hyderabad

TIN 28661333114

Dt.14.02.2014

URGENT NOTICE

Sub:- VAT Act 2005 – M/s Kadakia and Modi Housing – VAT Assessments for the period 02/2011 to 10/2012 – Non-levy of penalty u/s 53(1)(ii) and interest u/s 22(2) – Objection raised by the A.G, A.P, Hyderabad
Reply requested – Reg.

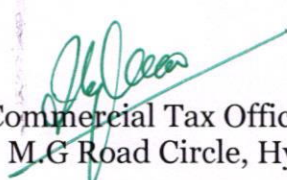
Ref:- Objection raised by the A.G, A.P, Hyderabad during Audit.

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M/s Kadakia and Modi Housing are registered dealer on the rolls of the C.T.O, M.G Road Circle, Hyderabad and is a works contractor. Their books of accounts for the period 02/2011 to 10/2012 were audited by the D,C.T.O, Ranigunj Circle and VAT 305 was issued on 27.12.2012 proposing tax payable of Rs.1,80,485/-. On verification of Audit record by the A.G, A.P, Hyderabad it is found that the Audit Officer had not levied penalty of Rs.45,121/- @25% under Section 53(1)(ii) as the under declared tax was more than 25% of the total tax due. The dealer has received VAT 305 on 28.12.2013, and paid the amount on 16.02.2013 i.e delay of 20 days.

This resulted in non-levy of interest under Section 22(2) on under declared tax of Rs.1,80,845/- which works out to Rs.1,504 @1.25% p.m (Rs.1,80,485 x 1.25% x/20/30). Thus the total amount payable is Rs.46,625/- (Penalty Rs.45,121 + interest Rs.1,504).

M/s Kadakia and Modi Housing are requested to pay the penalty and interest within (7) days, failing which the Assessment will be revised.


Commercial Tax Officer
M.G Road Circle, Hyd

M/s Kadakia and Modi Housing
Secunderabad