

From

The Excise & Taxation Commissioner,
Haryana, Panchkula.

To


All the Deputy Excise & Taxation Commissioners (ST) & (Excise)
in the State.

Memo No. ²¹¹²/ST-7
Panchkula, dated ^{4/4/11}

**Subject: Liability to pay VAT on sale of country liquor by distilleries
in the State w.e.f. 01.04.2011.**

Memo:

As per Para 2.12 of the Excise Policy for the year 2011-12, wholesale outlets of country liquor (L-13) shall be granted to retail licensees of country liquor (L-14A) whereas in the current year 2010-11, L-13 licenses were granted to the distilleries manufacturing country liquor. Further as per Para 5.3 of the Excise Policy for the year 2011-12, vat shall be levied on the incidence of first sale in the hands of distilleries in the case of country liquor. Presently distilleries are paying tax on country liquor while making sale from their L-13 end being incidence of first sale but w.e.f. 01.04.2011 L-13 licenses will not be granted to the distilleries. The sale by the distilleries to L-13 licensees will be the first sale of country liquor in the State and liable to vat as per new Excise Policy. The matter for bringing out a suitable amendment in Schedule A of the HVAT Act, 2003 is under active consideration and it may take some time but will be made effective w.e.f. 01.04.2011. Therefore, you are requested to bring the above matter to the notice of all the distilleries falling in your jurisdiction and they should collect and pay vat on first sale of country liquor to be made by them to L-13 licensees in the State w.e.f. 01.04.2011 to avoid any further liability under the HVAT Act, 2003.



Additional Excise & Taxation Commissioner (P/R)
for Excise & Taxation Commissioner, Haryana,
Panchkula.

Endst. No. ²¹¹³/ST-7

Dated: ^{4/4/11}

A copy is forwarded to the following for information and necessary action.

1. All the Additional/Joint Excise & Taxation Commissioners posted in the H.O.
2. All the Joint Excise & Taxation Commissioners (Range) in the State.


Additional Excise & Taxation Commissioner (P/R)
for Excise & Taxation Commissioner, Haryana,
Panchkula.