

APS RTC

No SA (HO)/7 351(7)/96 97 AW

O/o the VC & MD Accounts Wing
Mushirabad Hyderabad
Dated 18 Aug 96

To

The Executive Directors
of all Zonal Offices
A P S R T Corporation

Sub SALES TAX APGST Levy of Sales Tax at 7% on all purchases made by
APSRTC from Dealers registered under APGST Act Reg

An extract of Notification No VII issued under GO Ms No 625 dtd 31 09 96 of
Revenue (CT II) Department is appended below

"In exercise of the powers conferred by sub-section (I) of section 9 of the Andhra Pradesh General Sales Tax Act 1957 (Andhra Pradesh Act No VI of 1957) in partial modification of GO Ms No 256 Revenue dated the 23rd March 1994 the Governor of Andhra Pradesh hereby directs that the tax leviable under the Act on the sales of goods other than Diesel by any registered dealer to the Andhra Pradesh State Road Transport Corporation (APSRTC) shall be seven paise in the rupee subject to the condition that the dealer should produce a certificate from the Managing Director, APSRTC that the goods purchased are intended for the use of Andhra Pradesh State Road Transport Corporation"

The above Notification provides that all purchases (other than Diesel Oil) made by APSRTC from Dealers registered under APGST Act are liable for Sales Tax AT SEVEN PER CENT ONLY If the applicable rate for any specific item is lower than 7% we should ensure that such lower rate only is charged

Please ensure that higher rate of Sales Tax is not paid on purchases at all our Units FROM 01 08 96 (DATE OF INVOICE IN CASE OF ADVANCE PAYMENTS AND DATE OF DELIVERY IN CASE OF CREDIT PURCHASES) from Dealers registered under APGST Act

Further the Government s decision to levy lower rate of Sales Tax may also be communicated to all our Suppliers Such of those Suppliers who are not registered Dealers at present may be required to take necessary action to get themselves registered as "Dealer" under the APGST Act so as to effect supplies to APSRTC at such lower rate

Instructions regarding furnishing certification that goods purchased are intended for the use of APSRTC will be issued separately

Sd/ (KC Misra)
Vice Chairman & Managing Director