

GST

Goods &
Services
Tax



Damania & Varaiya
Chartered Accountants

GST ALERT XLII

Message for manufactures using Natural gas in manufacturing activity

You are aware that Natural Gas is not subject to GST and even after 30th June 2017 it continues to be subject to VAT. The schedule VAT rate thereof is 13.5%. By Maharashtra Govt. Notification dt 24th August 2017, rate has been reduced to 3% subject to conditions.

Vide Notification dt. 13th October, 2017, Maharashtra Govt. have widened the scope of benefit of reduced rate of 3% as under:

- i. Any dealer registered under the Maharashtra GST laws, manufacturing goods covered under Maharashtra VAT laws or Maharashtra GST laws is eligible for reduced rate of 3%.
- ii. Such dealer should be using Natural gas as raw material or fuel in manufacture of goods.
- iii. He should not resell natural gas.
- iv. Hotelier or Restaurant who has not opted for composition scheme under the GST laws, is also eligible for reduced rate
- v. A dealer intending to buy natural gas at 3% vat should be certified by the Maharashtra Vat commissioner.

Kindly contact us if you are eligible in this regard.

Damania & Varaiya

14/2, Mahalaxmi Industrial Estate,
Dainik Shivner Marg,
Lower Parel, Mumbai – 13.
Branch-Pune



For any queries email at consult@dnvca.com

Date: 2nd November, 2017