

Wednesday, July 07, 2010

REF: PWA/COM/OW/005

To,

ALL THE MARKETING HEADS OF PHARMA COMPANIES

Sub. : **Change in Format of Credit notes.**

Dear Sir,

As you are aware of, in MVAT tax audit Form-704, Distributors are required to furnish details in Annexure J- Sec-4 for Db/Cr notes for other taxable purchase.

As we & you are not availing the set-off of the VAT shown in Credit note, we request you to add the VAT amount i.e. 5 & 12.5 % as applicable in the rate itself while making credit notes. Please do not show word VAT anywhere in the credit notes, which is creating misunderstanding in minds of sale tax authority at the time of assessment.

In the same way, we will also issue credit notes to our customer, rates inclusive of 5 & 12.5% as applicable.

This change will not effect monetarily to both of us, but this will facilitate both of us to file MVAT Tax audit smoothly as there will be no set-off claims in Annexure J- Sec-4.

Your early action in this regards will be appreciated.

Please kindly confirm the change to this office.

Thanking you,

Yours truly,
For **THE P.W.A**

HUKAMRAJ MEHTA
(Hon. Gen. Secretary)

Cc: All the PWA Members