

PART I

DEPARTMENT OF LEGAL AND LEGISLATIVE AFFAIRS, PUNJAB

Notification

The 2nd November, 2011

No. 40-Leg./2011.—The following Act of the Legislature of the State of Punjab received the assent of the Governor of Punjab on the 20th October, 2011, is hereby published for general information :—

**THE PUNJAB VALUE ADDED TAX (FOURTH AMENDMENT)
ACT, 2011**

(Punjab Act No. 27 of 2011)

AN

ACT

further to amend the Punjab Value Added Tax Act, 2005.

BE it enacted by the Legislature of the State of Punjab in the Sixty-second Year of the Republic of India, as follows :—

1. (1) This Act may be called the Punjab Value Added Tax (Fourth Amendment) Act, 2011.

Short title and commencement.

(2) It shall come into force on and with effect from the date of its publication in the Official Gazette.

2. In the Punjab Value Added Tax Act, 2005 (hereinafter referred to as the principal Act), the existing provision of section 17 shall be numbered as sub-section (1) thereof and after sub-section (1) as so renumbered, the following sub-sections shall be inserted, namely :—

Amendment of section 17 of Punjab Act 8 of 2005.

“(2) Where any taxable goods are sold to a unit within the Special Economic Zone or to a developer or where any inter-unit transaction of goods within the Special Economic Zone is made, such sales shall be zero-rated. On such sale, no output tax is payable by any person :

Provided that a taxable person making zero-rated sale shall be eligible for input tax credit in relation to such sale :

Provided further that the sale made to aforesaid unit or to a developer or an inter-unit transaction shall be zero-rated subject to production of certificate in such form as may be prescribed.

- (3) Where any unit referred to in sub-section (2) makes sales directly to a customer, the provisions of zero-rated sales specified in sub-section (2) shall not be applicable.

Explanation.— (i) The expressions “unit” and “Special Economic Zone” shall have the same meaning as has been assigned to these expressions in the Punjab Special Economic Zone Act, 2009 (Punjab Act No. 17 of 2009) ;

(ii) “developer” means a person or a body of persons, including a company, a firm or a Government undertaking, which establishes, constructs, installs, operates, maintains or manages a part or whole of the infrastructure and other amenities in the Special Economic Zone.”.

3. In the principal Act, in section 27, for the words “four per cent”, wherever occurring the words “five per cent” shall be substituted.

Amendment of
section 27 of
Punjab Act 8
of 2005.

GOBINDER SINGH,

Secretary to Government of Punjab,
Department of Legal and Legislative Affairs.