

Ref. No. MCHI/GEN/13-14/078

December 6, 2013

To,  
All Members of MCHI-CREDAI & MCHI-CREDAI Units

**Sub: Trade Notice No. 14/2013-14/ST-1 dtd. 05.12.2013 issued by the Commissioner, Service Tax-I, Mumbai, Shri Sushil Solanki**

This is to inform you that the Service Tax Department had issued a Trade Notice No. 14/2013-14/ST-1 dtd. 05.12.2013. A Copy of the said Trade Notice is attached for your kind perusal.

The Construction Industry had sought clarification regarding liability of Service Tax on construction activity partly completed as on 01.07.2010 and the Service Tax Department have given clarification that, Service Tax is liable to be paid on all payments made after 01.07.10 in two situations mentioned in the Trade Notice, 'irrespective of the fact that a portion of construction has already been completed as on 01.07.2010'.

It is also requested by the Department to opt for Voluntary Compliance Encouragement Scheme (VCES) in order to get benefit of the waiver of interest and penalty. The last date for filling of VCES application is 31<sup>st</sup> December, 2013.

Therefore, all the members of MCHI-CREDAI & Members of Units are hereby requested to comply with the Trade Notice and apply for VCES on or before 31<sup>st</sup> December 2013 to get the benefit of waiver of interest / penalty.

If you need any further clarification in this matter, kindly contact the undersigned on 9322507593 or send email on [goyal@mchi.net](mailto:goyal@mchi.net)

Thanking you,

Yours truly,  
**For MCHI-CREDAI**

**Sd/-**  
**C. P. Goyal**  
Chief Manager, Finance & Admin