

GOVERNMENT OF NCT OF DELHI  
**DEPARTMENT OF TRADE AND TAXES**  
VYAPAR BHAWAN, I.P. ESTATE, NEW DELHI

**PUBLIC NOTICE**

**(ATTENTION BUILDERS, CONTRACTORS, DEVELOPERS ETC.)**

1. This is for the information of Contractors, Builders and Developers, engaged in development / construction of immovable properties in Delhi, that they are required to seek registration and to make payment of VAT under DVAT Act 2004, in case their turnover during the year is above Rs. 10 Lacs.
2. General public is also informed that in the cases where construction of property is done through Collaboration / Development agreements, express or implied, such builder or developer is required to make payment of VAT.
3. The owner of a property **is not liable** to seek registration under VAT. However he will be treated as a deemed contractor if the building/portion of building has been sold to prospective buyers before completion.
4. This department has collected information of the building plans sanctioned by MCD, NDMC and DDA etc. Notices are being issued to the owners of properties requesting them to provide the names of Contractor / Developer / Builder and Collaborator etc. and details of payments made to such persons.
5. This is also clarified that **VAT liability is only on the contractor, builder, developer or the collaborator**, as the case may be. However, in case of non-submission of information by the property owner, specially in cases where property is not under self use, it may be presumed that he himself is a developer for the prospective buyers of the property and he thus becomes liable for payment of VAT.
6. The owners of properties are, therefore, requested to provide the desired information as and when it is called by this department so that the legitimate payment of VAT may be collected from such Contractors/ Developers / Builders/ Collaborator etc.

Sd./-

**ADDL. COMMISSIONER - PR**

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