

ST 2272W - Notice of Withdrawal - Sales tax: re-refining of oil

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Notice of Withdrawal

Sales Tax Ruling

Sales tax: re-refining of oil

Sales Tax Ruling ST 2272 is withdrawn with effect from today.

1. Sales Tax Ruling ST 2272 explains that 're-refined' oil is a different product from the oil out of which it has been produced. The re-refining of oil constitutes manufacture for sales tax purposes. The base oil produced from the re-refining process is taxable at 20% under section 3 of the *Sales Tax Assessment Act (No. 1) 1930*.
2. Where, however, it is used by the manufacturer as a raw material in the production of other goods or sold for use as raw materials in the manufacture of goods, it would normally be sold in non-taxable circumstances under quotation of certificate.
3. The goods and services tax came into effect from 1 July 2000. Sales tax ceased to apply to transactions from that date.
4. This Ruling is no longer current and does not apply to transactions occurring on or after 1 July 2000.

Commissioner of Taxation

24 April 2007

ATO references

NO: 2006/20258

ISSN: 1039-4362

ATOlaw topic: Sales Tax ~~ Manufacturing ~~ process