



## Addendum

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### **Goods and Services Tax Ruling**

### **Goods and services tax: Special credit for sales tax paid on stock**

**At page 24,**

Insert the following at the end of paragraph 119:

However, motor vehicle smash and mechanical repairers can use the alternate rate of 64% to estimate taxable value and to work out their special credit in the following formula:

$$\textit{Special credit} = \textit{Purchase price} \times 64\% \times \textit{WST rate}$$

The use of this alternate rate is subject to the following conditions:

- The rate applies to goods acquired directly from retailers where the WST paid is not disclosed on the retailers' invoices;
- The rate does not apply for, or in connection with, motor vehicle smash and mechanical repairs undertaken in or by new or used car dealerships; and
- The Method 1 conditions required in Goods and Services Tax Bulletin GSTB 2000/1.

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**Commissioner of Taxation**

23 August 2000

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ATO references:  
NO T2000/4313  
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