



### **ABSTRACT**

Motor Vehicles – Tamil Nadu Electric Vehicles Policy, 2023 – 100% Tax exemption of Motor Vehicle Tax in respect of all Battery-Operated Vehicles (Electric Vehicles) Orders – Issued.

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### **Home (Transport-I) Department**

**G.O.(Ms) No.674**

**Dated: 29.12.2025**

**விசுவாவசு, மார்கழி - 14**

**திருவள்ளூர்ஆண்டு 2056**

**Read:**

1. G.O.Ms.No.342, Home (Transport-I) Department, dated 12.03.2008.
2. G.O.Ms.No.1156, Home (Transport-I) Department, dated 11.09.2008.
3. G.O.Ms.No.445, Home (Transport-I) Department, dated 02.11.2020.
4. G.O.Ms.No.17, Home (Transport-I) Department, dated 13.01.2023.

### **Read also:**

5. Transport Commissioner Letter  
R.No.36343/A4/2019, dated 02.12.2025.

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### **ORDER:**

In the Government order first read above, orders were issued granting concessional rate of Tax in respect of Battery Operated Vehicles.

2. In the Government Order second read above, orders were issued granting 50% concessional rate of life time tax in respect of battery operated two wheelers and four wheelers of Non-Transport Vehicles. In the Government Order third read above, orders were issued granting 100% tax exemption for all Battery-Operated Vehicles (Electric Vehicles) as Transport and Non-Transport vehicles as defined in clause (u) of rule 2 of the Central Motor Vehicle Rules, 1989 upto 31.12.2022 and in the Government Order, fourth read above, exemption was further extended from 01.01.2023 to 31.12.2025.

3. Certain vehicle manufacturers have represented that Electric Vehicle adoption is gaining momentum, reaching approximately 7.8% in 2025 representing a significant improvement in Tamil Nadu and requested to extend the road tax exemption further for all categories of electric vehicles.

4. The Transport Commissioner, in her letter 5<sup>th</sup> read above, has also requested the Government to consider and issue orders by extending 100% tax exemption for all Battery-Operated Vehicles for a further period of two years from 01.01.2026 to 31.12.2027 by complying with the Tamil Nadu Electric Vehicle Policy, 2023.

5. The Government, after careful examination, have decided to grant 100% tax exemption for all Battery-Operated Vehicles (Electric Vehicles) covered in all Transport and Non-Transport vehicles defined in clause (u) of rule 2 of the Central Motor Vehicles Rules, 1989 for a further period from 01.01.2026 to 31.12.2027 and order accordingly.

6. The Transport Commissioner is also directed to submit a detailed analysis on the potential impact of imposing tax on electric vehicles, in alignment with the practices of other States in India.

7. This order issues with the concurrence of Finance Department vide its Note # 36 in C.No.6434/Tr.I/2025, dated 27.12.2025.

8. The following Notification shall be published in the Tamil Nadu Government Gazette Extraordinary, dated the 29<sup>th</sup> December 2025.

### **NOTIFICATION**

In exercise of the powers conferred by sub-clause (b) of clause (1) of section 20 of the Tamil Nadu Motor Vehicles Taxation Act, 1974 (Tamil Nadu Act 13 of 1974), the Governor of Tamil Nadu hereby exempts all Battery Operated Vehicles, both Transport and Non-Transport (Electric Vehicles) from payment of motor vehicle tax under that Act for a further period commencing on and from the 1<sup>st</sup> January 2026 and ending with the 31<sup>st</sup> December 2027.

**Explanation.-** For the purpose of this Notification, 'Battery Operated Vehicle' shall have the meaning assigned to it in clause (u) of rule 2 of the Central Motor Vehicles Rules, 1989.

**(BY ORDERS OF THE GOVERNOR)**

**DHEERAJ KUMAR  
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT**

**To**

The Transport Commissioner, Chennai-32.

The Accountant General, Chennai-18.

The Accountant General, Chennai -35.

The Works Manager, Government Central Press, Chennai-79.

(for publication of the Notification in the Tamil Nadu Government Gazette Extraordinary and to send 50 copies to Government)

**Copy to:**

The Chief Minister's Office, Chennai-9.

The Senior Personal Assistant to Hon'ble Minister (Transport & Electricity), Chennai-9.

The Private Secretary to Additional Chief Secretary to Government,  
Home, Prohibition and Excise Department, Secretariat, Chennai-9.  
The Finance Department, Secretariat, Chennai-9.  
The Law Department, Secretariat, Chennai-9.  
The Industries, Investment Promotion and Commerce Department,  
Secretariat, Chennai-9.  
The Transport Department, Secretariat, Chennai-9.  
The Energy Department, Secretariat, Chennai-9.

**//FORWARDED BY ORDER//**

*J. [Signature]*  
29/12/25

**SECTION OFFICER**

*29.12.25*  
*29.12.25*