



GOVERNMENT OF KARNATAKA
(Department of Commercial Taxes)

No.ADCOM(I&C)/PA/CR-31/2011-12

Office of the Commissioner of
Commercial Taxes(Karnataka),
1st floor, VTK-1, Kalidasa Road,
Gandhinagar, Bangalore-560 009.
Dated: 06.01.2014.

COMMISSIONER OF COMMERCIAL TAXES CIRCULAR NO.23 /2013-14

Sub: Clarifications regarding the goods newly included
in the e-Sugam notification dated: 09.10.2013.

1. Several dealers and trade bodies have represented and sought clarifications regarding certain goods newly included in the e-Sugam notification dated: 09.10.2013. There are also some requests to clarify the procedures to be followed as per the said notification. Hence, the following instructions are issued to all the officers who are performing the road vigilance / checkpoints duties. The goods on which clarifications are sought are as listed in the following paras.
2. Paper core or paper tubes are used for packing of posters, drawings, blue prints, agarbathi, calendars and other sensitive or fragile items. For the transportation of these goods i.e. paper core or paper tubes e-Sugam is mandatory as they fall under entry 26 of Part –A and entry 20 of Part -C of the notification which reads “ Packing material of all kinds. ”
3. RCC poles and PCC poles being used as electricity poles are required to obtain e-Sugam as these goods they fall under entry 12 of Part –A and entry 8 of Part -C of the notification which reads “ Electrical goods of all kinds including appliances .”
4. Utensils made out of non-ferrous metals are covered in entry 23 of the Part – A and entry 18 of Part -C of the notification which reads as “ non ferrous metals in all forms” as there is no reference to any particular form of such metals in the said entry. Hence, e-Sugam is mandatory for these goods.
5. e-Sugam is mandatory for tractors and their parts and accessories as these goods fall under entry 22 of Part –A and entry 17 of Part -C of the notification which reads “machinery of all kinds and their parts there of.”

6. It is clarified that readymade garments listed in entry 33 of part-A and entry 27 of part-C of the notification include garments made of hosiery and clothing accessories and other made up textile articles as under:

Sl.No.	Description of Goods
1	Clothing accessories including socks, stockings, gloves, shawls, scarves, mufflers, mantillas, veils, ties, bow-ties, knitted or crocheted.
2	Clothing accessories, not knitted or crocheted, including hand-kerchiefs, shawls, scarves, mufflers, mantillas, veils, ties, bow-ties, cravats, gloves-headbands.
3	Blankets and travelling rugs
4	Bed linen, table linen, toilet linen, and kitchen linen and other made ups
5	Curtains (including drapes) and interior blinds ; curtain and bed valances
6	Other furnishing articles.
7	Woven labels, badges and the like

e-Sugam is necessary for the above goods.

7. Clarification is sought regarding the sales effected across the counter by the retailers to customers especially of readymade garments where the invoice value exceeds Rs.20,000-00. It is clarified that as per Rule 157(1)(a) of the KVAT Rules, a delivery note has to be issued by the owner / consignor of goods. In the case of counter sales to customers the delivery is given across the counter and customer becomes owner of the goods. In such cases, there is no necessity of generating e-Sugam. However, if the goods are delivered / consigned by the seller e-Sugam has to be issued for the goods under transportation.
8. The above clarifications and instructions have to be followed by the all concerned officers scrupulously.



(AJAY SETH)

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