



Government of Karnataka
Commercial Taxes Department

**PROCEEDINGS OF THE COMMISSIONER OF COMMERCIAL TAXES,
(KARNATAKA), BANGALORE- CLARIFICATION UNDER SECTION 59(4) OF
THE KARNATAKA VALUE ADDED TAX ACT, 2003.**

Sub: KVAT Act, 2003 - Clarification under Section 59(4)
on 'Plastic scrap' - reg.

Ref: Application dated 21-03-2012 of M/s. Ayub Enterprises
Bangalore., TIN:29100450328.


In the application cited above of M/s. Ayub Enterprises, No.24/A, 1st Main, 4th Cross, Popular colony, Near Almas Plaza, Bommanahalli, Bangalore-560068 has sought clarification regarding rate of tax applicable on 'Waste Plastic Scrap'.

2. Section 59(4) of the Karnataka Value Added Tax Act, 2003 empowers the Commissioner of Commercial Taxes to clarify the rate of tax payable under the Act, if he considers it necessary or expedient so to do, for the purpose of maintaining uniformity in the work of assessments and collection of revenue. It is examined and found that the clarification requested by the petitioner is within the scope of the aforesaid provision and it is necessary that the clarification be issued for the purpose of maintaining uniformity in the work of assessments and collection of revenue.

3. Hence the following clarification is issued.

CLARIFICATION NO.CLR.CR.242/11-12, DATED ²⁵25-05-2012

It is clarified that "Waste Plastic Scrap" is liable to tax at 5% as per Serial No. 133 of Notification No.FD 197 CSL 2005(6) dated: 30-04-2005 read with entry 51 of the Third Schedule to the Karnataka Value Added Tax Act, 2003.


(PRADEEP SINGH KHAROLA)
Commissioner of Commercial Taxes,
(Karnataka), Bangalore
Commissioner of Commercial Taxes
in Karnataka, BANGALORE