



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.**

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Sub: KVAT Act, 2003 - Clarification under Section 59(4)  
on supply of food to companies under composition  
scheme - reg.

Ref: Application dated:15-06-2012 of M/s. S. K.Catering,  
Bangalore. TIN:29450659995.

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In the application cited above, M/s. S.K. Catering, No.45-43/1, 4<sup>th</sup> Cross, Veerappa Reddy Layout, Hosur Road, Electronic City post, Bangalore-560100 has sought clarification regarding the rate of tax applicable on supply of food to companies under composition scheme.

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.52/12-13, DATED 24-07-2012**

It is clarified that a caterer or hotelier who has opted for composition of tax under Section 15(1) of the Karnataka Value Added Tax Act, 2003 is liable to pay by way of composition an amount at the rate of 4% on his total turnover relating to supply of articles of food in terms of the Notification No.FD.116 CSL 2006(13) dated 31-03-2006.

(YOGENDRA TRIPATHI)  
Commissioner of Commercial Taxes,  
(Karnataka), Bangalore  
Commissioner of Commercial Taxes  
to Karnataka, BANGALORE