



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)  
regarding the rate of tax applicable on 'Philatelic  
collectibles like unused stamps etc.', -reg.

Ref: Application dated: 27-12-2012 of Smt. Amita Maru  
Proprietorix, M/s. Marudhar Arts Bangalore.  
(TIN 29570625106)

\* \* \* \*

In the application cited above of Smt. Amita Maru, Proprietorix, M/s. Marudhar Arts, #114, 1<sup>st</sup> Floor, Pamadi Chambers, Gandhi Bazar, Bangalore-560004 has sought clarification regarding the rate of tax applicable on 'Philatelic collectibles like unused stamps, post cards, inland letters and miniature sheets'.

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.165/12-13, DATED 19-02-2013**

It is clarified that sale of 'Philatelic collectibles like un-used stamps, post cards, inland letters and miniature sheets' are liable to tax at 14.5% from 01-08-2012 under Section 4(1)(b)(iii) of the Karnataka Value Added Tax Act, 2003.

(YOGENDRA TRIPATHI)  
Commissioner of Commercial Taxes,  
(Karnataka), Bangalore.