



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)  
regarding the rate of tax applicable on 'Ready to  
cook gravy mix' - reg.

Ref: Application dated: 12-07-2012 of M/s. General Mills  
India Pvt. Ltd., Bangalore. TIN No.-29150098627.

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In the application cited above of M/s. General Mills India Pvt. Ltd., No.T7, T8 and T9, 3<sup>rd</sup> Floor, Swastik Manandi Arcade, S.C. Road, Seshadripuram, Bangalore-560020 has sought clarification regarding the rate of tax applicable on 'Ready to cook gravy mix'.


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. As requested, the applicant was heard on 12.10.2012. During hearing, the applicant's authorised representative Sri. Dhananjay G.Hegde, Chartered Accountant, has filed details of parampara gravy mix and also produced samples. He has submitted that the applicant's products are culinary pastes prepared by blending various spices and condiments with other ingredients like fresh corriander leaves, green chillies, tomato powder etc., as appropriate to the product. He has further submitted that the products are not masala powder and also not instant mix.

4. After examining the submissions of the applicant and the samples produced the following clarification is issued.

**CLARIFICATION NO.CLR.CR.63/12-13, DATED: 26.11.2012**

it is clarified that 'Ready to cook gravy mix' is liable to tax at 14.5% from 01-08-2012 under section 4(1)(b)(iii) of Karnataka Value Added Tax Act, 2003.

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

Commissioner of Commercial Taxes,  
Bangalore