



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 'Chilli powder' – reg.

•Ref: Application dated: 22-06-2012 of M/s. LNM Enterprises,  
Bangalore, TIN-29320204506.

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In the application cited above of M/s. LNM Enterprises, No.44/7, 2<sup>nd</sup> Cross, S.G.Nagar, Vishwaneedam Post, Bangalore-560091 has sought clarification regarding the rate of tax applicable on 'Chilli Powder'.

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.53/12-13, DATED: 09-08-2012**

It is clarified that 'Chilli Powder' is liable to tax at 2% in terms of the Notification III No. FD 57 CSL 2012, dated: 31.03.2012 issued under section 4(3) of the Karnataka Value Added Tax Act,2003..

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

Commissioner of Commercial Taxes  
Karnataka, BANGALORE