

**20. PROCEEDINGS OF THE COMMISSIONER OF COMMERCIAL TAXES  
THIRUVANANTHAPURAM**

Present:- Sri. Paul Antony. IAS

Sub:- KVAT Act 03- Clarification U/s.94- Rate of tax on  
Component Parts of Transformers- Clarified orders  
issued –Reg:

Read:- 1. Application in Form No.24 Dt. 07.11.06 filed by  
M/s. Sun Power Stampings, Madakkathara, Trissur.

2. This office hearing Notice No.C3.57109/06/CT  
Dt. 23.02.07

**ORDER No.C3.57109/06/CT Dt. 23..04..07**

M/s. Sun Power Stampings, Madakkathara, Thrissur has filed an application for clarification U/s.94 of KVAT Act 03 to clarify the rate of tax on Parts of transformers manufactured by them. The applicant stated that they are manufacturing the above item by using defective electrical sheets and slit coils.

The Authorised Representative of the applicant was heard and the contentions were examined in detail.

Admittedly the product in question is covered by HSN 8504.90.10 for which there is no specific entry in any of the schedule to KVAT Act and is the finished product of the applicant, which is exigible to Central Excise Duty, and are used for the manufacture of transformers. Transformers are covered under HSN 8504, taxable @ 12.5% vide entry 33 of SRO 82/06.

Undisputedly the product in question falls under HSN 8504.90.10 and since it is not specifically included in any of the schedule to KVAT Act 2003, it is rightly classifiable under entry 103 of SRO 82/06 taxable @ 12.5%.

The point sought for is clarified accordingly.

Commissioner.