

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

Present:- Paul Antony. IAS

Sub:- KVAT Act 03- Clarification U/s. 94 – Rate of tax on Handloom Cloths having Kasavu Border- Clarified orders issued- Reg:

Read: 1; Application in form no. 24 Dt 18.01.06 from Kasavukada, Cochin.

2. Hearing Notice No.C7.4207/06/CT Dt. 01.03.06

ORDER No.C7.4207/06/CT Dt. 25.04.06

M/s. Kasavukada, Cochin has sought for clarification under section 94 of KVAT Act 03 regarding the rate of tax of tax on Handloom cloths having Kasavu border.

When the case was posted for hearing, the applicant did not appear. Hence the application is disposed of on merits.

Handloom cloths and sarees made of cotton or manmade filaments with Kasavu border will be covered by Sl.No. 51 of First schedule to KVAT Act and hence exempted. On the other hand Dothis and sarees of natural silk whether with or without Kasavu border, whether or not woven on handloom will fall under Sl.No. 116 of the 3rd schedule to KVAT Act 03, as amended by KVAT (Amendment) Act 05 attracting tax @ 4 %.

The point sought for is clarified as above.

Sd/
Commissioner