



सत्यमेव जयते

भारत सरकार / Government of India

वित्त मंत्रालय / Ministry of Finance

सी जी एस टी एवं सेंट्रल एक्साइज आयुक्तालय: सूरत

CGST & CENTRAL EXCISE COMMISSIONERATE : SURAT

CENTRAL EXCISE BUILDING, CHOWK BAZAR, SURAT-395001
(GUJARAT)



F. No. VII/05/2017

Date: 15.11.2017

TRADE NOTICE: 12/2017

Sub: Clarification on Unstitched Salwar Suits-Reg.

1. Attention of the Trade is invited to Board's Circular No. 13/13/2017-GST dated 27.10.2017 issued from F. No. 354/129/2017-TRU wherein Clarification has been issued on Unstitched Salwar Suits. The operative portion of the Circular is produced as under :-
2. *Doubts have been raised regarding the classification of Cut pieces of Fabrics under GST.*
3. *It has been represented that before becoming readymade articles or an apparel, the fabric is cut from bundles or thans and sold in that unstitched state. The consumers buy these sets or pieces and get it stitched to their shape and size.*
4. *Fabrics are classifiable under chapters 50 to 55 of the First Schedule to the Customs Tariff Act, 1975 on the basis of their constituent materials and attract a uniform GST rate of 5% with no refund of the unutilized input tax credit.*
5. *Mere cutting and packing of fabrics into pieces of different lengths from bundles or thans, will not change the nature of these goods and such pieces of fabrics would continue to be classifiable under the respective heading as the fabric and attract the 5% GST rate.*
6. All the trade Associations, Chambers of Commerce and Members of Regional Advisory Committee are requested to publicize the contents of this Trade Notice among their Members/Constituents. Difficulties, if any faced in this regards may be brought to the notice of this office.

(Prashant Kaduskar) 15/11/2017.

Additional Commissioner

Copy to:-

1. Trade Associations & Chambers of Commerce as per Mailing List.
2. The Additional Commissioner (CCO) CGST & Central Excise Zone, Vadodara.
3. All DCs/ACs in Divisions/ HQ, CGST & Central Excise Commissionerate, Surat.
4. The Assistant Commissioner (System) CGST & Central Excise Commissionerate, Surat with a request to scan and upload the Trade notice on Surat Commissionerate's website.
5. Notice Board