M/s. KEI INDUSTRIES LIMITED

Authority for Advance Ruling — Rajasthan

ADVANCE RULING NO.RAJ/AAR/2018-19/09 Dated **01.08.2018**

Q Questions Before the Authority

- Whether the power cables supplied by the Applicant would be covered under the scope of Sl. No. 1 of Notification No. 03/2017-CT?

F Facts

The applicant manufactures and supplies Copper XLPE insulated armoured low tension cables (power cables). It supplied these cables to M/s. Vedanta Ltd for use in petroleum operations under a Pre-NELP license in Rajasthan based on purchase orders and certificates issued by the Directorate General of Hydrocarbons. The applicant sought an advance ruling on whether these power cables qualify for a concessional rate of GST under Sl. No. 1 read with Entry No. 24 of the appended list of Notification No. 03/2017-Central Tax (Rate).

H Ruling

Coverage of electrical/power cables under Entry No. 24 of Notification No. 03/2017-CT	**Electrical Cables do not fall under Entry no. 24 of list of Sl. No. 1 of Notification No. 03/2017-Central Tax (Rate).**	Cables were general-purpose goods not specific or restricted to the machinery listed in Entry Nos. 1 to 23 of the notification list.

The Authority for Advance Ruling held that **Electrical Cables do not fall under Entry no. 24 of list** as 'material', 'accessories', 'consumables', and/or 'stores' of Sl. No. 1 of Notification No. 03/2017-Central Tax (Rate) dated 28.06.2017. Consequently, the applicant is not eligible for the concessional rate of duty under the said notification for supplying generic power cables.

R Reasoning

The Authority observed that Entry No. 24 of the list appended to Notification No. 03/2017-CT restricts concessional rates to accessories, stores, materials, or consumables required for running, repairing, or maintaining 'the goods specified in this List' (i.e., Entry Nos. 1 to 23). The applicant admitted that the cables supplied were general power cables capable of being used with multiple kinds of machines and were not manufactured specifically or exclusively for any particular machine listed in Entry Nos. 1 to 23. General electrical wiring and power distribution cables used across a work site cannot be treated as accessories or consumables of specified machines by default. Since the applicant failed to identify or link the cables directly to specified goods under Entry Nos. 1 to 23, the conditions of the notification were not fulfilled.

Prepared as a reading aid. Where this summary and the original order differ, the order governs.

P Provisions Relied On

Section 97(2)(b) of the CGST Act, 2017

Notification No. 03/2017-Central Tax (Rate) dated 28.06.2017

Notification No. 03/2017-Integrated Tax (Rate) dated 28.06.2017

! For the Practitioner

This ruling establishes that to claim concessional GST rates under residual entries like Entry No. 24 of Notification No. 03/2017-CT, supplied items must have a direct and exclusive nexus to the specific machinery enumerated in preceding list entries. Generic or multi-purpose items, such as standard electrical power cables used for broad site infrastructure, do not qualify for concessional tax treatment even if accompanied by an end-use certificate from the Directorate General of Hydrocarbons.

Source

Summary prepared from the published order, which is a scanned document. It is a reading aid and not the authority: where the two differ, the order governs. Verify every provision against the original before relying on it.

Original order: www.gstcouncil.gov.in -> raj.09.2018-19_keiil.pdf

Prepared 21-10-2026.

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