



सत्यमेव जयते

**आयुक्त ( अपील ) का कार्यालय,**  
**Office of the Commissioner (Appeal),**  
**केंद्रीय जीएसटी, अपील आयुक्तालय, अहमदाबाद**

**Central GST, Appeal Commissionerate, Ahmedabad**

जीएसटी भवन, राजस्व मार्ग, अम्बावाड़ी अहमदाबाद ३८००१५.

CGST Bhavan, Revenue Marg, Ambawadi, Ahmedabad 380015



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DIN- 20230164SW000000FBE1

रजिस्टर्ड डाक ए.डी. द्वारा

क फाइल संख्या : File No : GAPPL/ADC/GSTP/1910/2022 -APPEAL / 2341 - 48

ख अपील आदेश संख्या Order-In-Appeal Nos. **AHM-CGST-002-APP-ADC-135/2022-23**

दिनांक Date : **13-01-2023** जारी करने की तारीख Date of Issue : **13-01-2023**

श्री मिहिर रायका\_अपर आयुक्त (अपील) द्वारा पारित

Passed by Shri. Mihir Rayka, Additional Commissioner (Appeals)

ग Arising out of Order-in-Original No. **Z02402220265759 DT. 22.02.2022** issued by Assistant Commissioner, CGST & CX, Division-II, Ahmedabad North

घ अपीलकर्ता का नाम एवं पता Name & Address of the Appellant / Respondent

**Hitesh Ahuja of M/s. Kwalitiy King International, B/412 A, B-Block 4<sup>th</sup> Floor,**  
**Lilamani Trade Centre, Dudheshwar Road, Delhi Darwaja,, Ahmedabad-380004**

(A)	इस आदेश(अपील) से व्यथित कोई व्यक्ति निम्नलिखित तरीके में उपयुक्त प्राधिकारी / प्राधिकरण के समक्ष अपील दायर कर सकता है। Any person aggrieved by this Order-in-Appeal may file an appeal to the appropriate authority in the following way.
(i)	National Bench or Regional Bench of Appellate Tribunal framed under GST Act/CGST Act in the cases where one of the issues involved relates to place of supply as per Section 109(5) of CGST Act, 2017.
(ii)	State Bench or Area Bench of Appellate Tribunal framed under GST Act/CGST Act other than as mentioned in para- (A)(i) above in terms of Section 109(7) of CGST Act, 2017
(iii)	Appeal to the Appellate Tribunal shall be filed as prescribed under Rule 110 of CGST Rules, 2017 and shall be accompanied with a fee of Rs. One Thousand for every Rs. One Lakh of Tax or Input Tax Credit involved or the difference in Tax or Input Tax Credit involved or the amount of fine, fee or penalty determined in the order appealed against, subject to a maximum of Rs. Twenty-Five Thousand.
(B)	Appeal under Section 112(1) of CGST Act, 2017 to Appellate Tribunal shall be filed along with relevant documents either electronically or as may be notified by the Registrar, Appellate Tribunal in FORM GST APL-05, on common portal as prescribed under Rule 110 of CGST Rules, 2017, and shall be accompanied by a copy of the order appealed against within seven days of filing FORM GST APL-05 online.
(i)	Appeal to be filed before Appellate Tribunal under Section 112(8) of the CGST Act, 2017 after paying - (i) <b>Full amount of Tax, Interest, Fine, Fee and Penalty</b> arising from the impugned order, as is admitted/accepted by the appellant, and (ii) A sum equal to <b>twenty five per cent</b> of the remaining amount of Tax in dispute, in addition to the amount paid under Section 107(6) of CGST Act, 2017, arising from the said order, in relation to which the appeal has been filed.
(ii)	The Central Goods & Service Tax ( Ninth Removal of Difficulties) Order, 2019 dated 03.12.2019 has provided that the appeal to tribunal can be made within three months from the date of communication of Order or date on which the President or the State President, as the case may be, of the Appellate Tribunal enters office, whichever is later.
(C)	उच्च अपीलीय प्राधिकारी को अपील दाखिल करने से संबंधित व्यापक, विस्तृत और नवीनतम प्रावधानों के लिए, अपीलार्थी विभागीय वेबसाइट <a href="http://www.cbic.gov.in">www.cbic.gov.in</a> को देख सकते हैं। For elaborate, detailed and latest provisions relating to filing of appeal to the appellate authority, the appellant may refer to the website <a href="http://www.cbic.gov.in">www.cbic.gov.in</a>



**ORDER-IN-APPEAL**

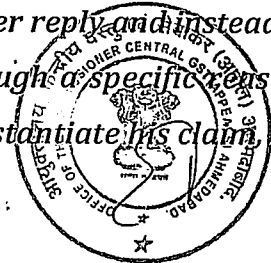
**Brief Facts of the Case :**

M/s Kwaliti King International [Legal Name- Hitesh Ahuja], B/412 A, B- Block 4<sup>th</sup> Floor, Lilamani Trade Centre, Dudheshwar Road, Delhi Darwaja, Ahmedabad, Gujarat, 380004, (hereinafter referred as the '*Appellant*') has filed the present appeal against the Order No. Z02402220265759, dated 22.02.2022 (hereinafter referred as '*impugned order*') rejecting refund claim of Rs.3,90,074/- passed by the Assistant Commissioner, CGST & C.Ex., Division-II [Naroda Road], Ahmedabad-North Commissionerate. (Hereinafter referred to as the '*adjudicating authority*').

2(i). Briefly stated the facts of the case are that the '*Appellant*' is holding GST Registration No. 24AVTPA3902B1Z4 and has filed the present appeal on 15.06.2022. The '*Appellant*' had filed the refund application on dated 04.11.2021 claiming refund of Rs. 3,90,074/- on Refund of ITC on Export of Goods & Services without Payment of Tax for the period from April, 2020 to March, 2021. In response to said refund claim a Show Cause Notice No.ZV2412210215803, dated 17.12.2021 was issued to the '*Appellant*'. In the said SCN it was mentioned that the refund application is liable to be rejected for the reason "*Other*" and amount Rs.3,90,074/- is admissible. A remark was also mentioned as - "*Refund should be claimed under "Any other" category as per Cir No.125/44/2019-GST, dated 18.11.2019 sr. No.57 (Pt No.4). The tax payer has not fulfilled all conditions of Notification No.41/2017-CT (R) Sr. No.(iii) & (vi) ."*

2(ii). Further, the '*Appellant*' was asked to furnish reply to the SCN within 15 days from the date of service of SCN and a personal hearing was also offered to the '*Appellant*' on 21.12.2021 at 07.10 PM. The *Appellant* vide Form-GST-RFD-09, dated 08.02.2022 filed a reply requesting the adjudicating authority to give specific reason for refund rejection instead of reason of inadmissibility mentioned in the SCN as *other*. The appellant in their reply has sought detailed information regarding refund rejection.

2(iii). Thereafter, the *adjudicating authority* has rejected the refund claim of Rs.3,90,074/- vide the *impugned order* dated 22.02.2022. A Remark is also mentioned in the *impugned order* as- "*The taxpayer has not given a proper reply and instead asked for a specific reason for rejection of the refund claim, though a specific reason has been given in RFD-08. Since, the claimant has failed to substantiate his claim, refund may be rejected.*"



3. Being aggrieved with the impugned orders the appellant has filed the present appeal on 15.06.2022 mainly on the following grounds:

- They had filed refund RFD-01 of ITC on Export of Goods & Services without payment of Tax on 04.11.2021 for the period 01/04/2020 to 31.03.2021 with required & relevant documents.
- The Assistant Commissioner issued RFD-08 for rejection of refund without mentioning proper reason in the rejection notice and mentioned "other".
- Vide RFD-06 order dated 22.02.2022 refund was rejected without following the principle of natural justice.

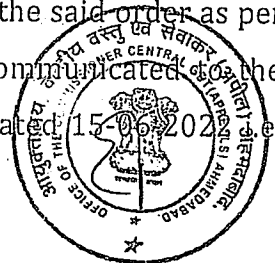
In view of the above submission, *the appellant* has prayed to allow the appeal and consider their request for grant of the refund.

4. Personal Hearing in the matter was held on 11.01.2023, wherein Shri Mohan Bhai Koshti, Consultant appeared in person on behalf of the '*Appellant*' as authorized representative. During Personal Hearing he reiterated the grounds mentioned in the appeal memorandum.

**Discussion and findings:**

5(i). I have carefully gone through the facts of the case available on records and submissions made by the *appellant* in the appeal memo as well as during the course of personal hearing. I find that the '*Appellant*' had preferred the refund application before the refund sanctioning authority. The refund sanctioning authority [the *Adjudicating Authority*] has rejected the refund application vide impugned order mentioning the reason as- "*The taxpayer has not given a proper reply and instead asked for a specific reason for rejection of the refund claim, though a specific reason has been given in RFD-08. Since, the claimant has failed to substantiate his claim, refund may be rejected.*" Accordingly, appellant has preferred the present appeal.

5(ii). I observed that in the instant case the impugned order was issued on 22-02-2022 and the appeal was filed on 15-06-2022. The appellant was required to file the appeal within 3 months from the date of communication of the said order as per Section 107 (1) of CGST Act, 2017. I find that the order was communicated to the appellant on dated 22-02-2022 and present appeal was filed on dated 15-06-2022, i.e.



after a period of three months hence the appeal was filed beyond the time limit as prescribed under Section 107 of the Act, i.e. delayed by 24 days. Further, as per Section 107(4) of CGST Act, 2017, the appellate authority has powers to condone the delay of one month in filing of appeal, over and above the prescribed period of three months as mentioned above, if sufficient cause is shown.

The appellant vide letter dated 28.07.2022 mentioned that due to his non-availability in Ahmedabad during March, 2022 & April, 2022, he could not file appeal against the rejection of refund and requested to consider condonation of the delay. Considering the request of the appellant, in view of the Section 107(4) of the CGST Act, 2017, I condone the delay of 24 days occurred in filing the present appeal.

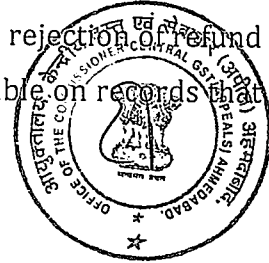
5(iii). I find that the appellant in the grounds of the present appeal has mainly stated that the *Adjudicating Authority* has rejected the refund claim without giving any detailed reasons. Thus, the principles of natural justice have been violated in the present case.

5(iv). As regards to the appellant's submission that the impugned order is passed without giving detailed reasons for rejection of refund and without following the principles of natural justice, I referred the Rule 92(3) of the CGST Rules, 2017, same is reproduced as under:

*(3) Where the proper officer is satisfied, for reasons to be recorded in writing, that the whole or any part of the amount claimed as refund is not admissible or is not payable to the applicant, he shall issue a notice in **FORM GST RFD-08** to the applicant, requiring him to furnish a reply in **FORM GST RFD-09** within a period of fifteen days of the receipt of such notice and after considering the reply, make an order in **FORM GST RFD-06** sanctioning the amount of refund in whole or part, or rejecting the said refund claim and the said order shall be made available to the applicant electronically and the provisions of sub-rule (1) shall, mutatis mutandis, apply to the extent refund is allowed:*

***Provided*** that no application for refund shall be rejected without giving the applicant an opportunity of being heard.

In view of above legal provisions, "no application for refund shall be rejected without giving the applicant an opportunity of being heard". In the present matter, on going through the impugned order, I find that no detailed reasons for rejection of refund claim have been recorded. I also find that there is no evidence available on records that




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Personal Hearing in the matter was conducted. Therefore, I find that the adjudicating authority has erred in passing the impugned order vide which the refund claim was rejected without communicating the valid or legitimate reasons before passing the impugned order. Further, I am of the view that proper speaking order should have been passed by giving proper opportunity of personal hearing in the matter to the 'Appellant' and detailing factors leading to rejection of refund claim should have been discussed and recorded in writing. Else such order would not be sustainable in the eyes of law.


6. Considering the above facts, the *adjudicating authority* is hereby directed to process the refund application of the *appellant* and issue a speaking order after following the principle of natural justice. The 'Appellant' is also directed to submit all the relevant documents/submissions before the *adjudicating authority*.

7. In view of the above discussions, the *impugned order* passed by the *adjudicating authority* is set aside and accordingly, I allow the appeal of the "Appellant" without going into merit of all other aspects, which are required to be complied by the claimant under relevant Sections / Rules of the CGST Act, 2017 / CGST Rules, 2017.

8. अपीलकर्ता द्वारा दर्ज की गई अपील का निपटारा उपरोक्त तरीके से किया जाता है।  
The appeals filed by the *appellant* stands disposed of in above terms.

  
(Mihir Rayka)  
Additional Commissioner (Appeals)

Date: 13.01.2023

Attested   
(Ajay Kumar Agarwal)  
Superintendent (Appeals)  
Central Tax, Ahmedabad.

By R.P.A.D.

To,  
M/s Kwaliti King International  
[Legal Name- Hitesh Ahuja],  
B/412 A, B- Block 4<sup>th</sup> Floor,  
Lilamani Trade Centre,  
Dudheshwar Road,  
Delhi Darwaja, Ahmedabad,  
Gujarat, 380004

Copy to:

1. The Principal Chief Commissioner of Central Tax, Ahmedabad Zone.
2. The Commissioner [Appeals], CGST & C. Ex., Ahmedabad.
3. The Commissioner, CGST & C. Ex., Ahmedabad-North.
4. The Assistant Commissioner, CGST & C. Ex, Division-II [Naroda Road], Ahmedabad-North.
5. The Superintendent (System), CGST Appeals, Ahmedabad.
- ✓ 6. Guard File.
7. P.A. File.

