IN THE HIGH COURT OF JUDICATURE AT MADRAS

DATED: **28.02.2024**

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THE HONOURABLE **MR.JUSTICE SENTHILKUMAR RAMAMOORTHY**

W.P.Nos.4890, 4894, 4896 & 4898 of 2024
and W.M.P.Nos.5361, 5365, 5351 & 5358 of 2024

S.Subramani ... Petitioner in all WP's

-vs-

The State Tax Officer (FAC)
RS, Intelligence, Salem. ... Respondent in all WP's

PRAYER in W.P.No.4890 of 2024: Writ Petition filed under Article 226 of the Constitution of India, pleased to issue a Writ of Certiorari, calling for the records relating to the Show Cause Notice of the Respondent dated 29.12.2023 in Ref: PAN: BCGPS4888F for levy of GST on seigniorage fee / royalty for the Financial year 2022-2023, quash the same.

PRAYER in W.P.No.4894 of 2024: Writ Petition filed under Article 226 of the Constitution of India, pleased to issue a Writ of Certiorari, calling for the records relating to the Show Cause Notice of the

Respondent dated 29.12.2023 in Ref: PAN: BCGPS4888F for levy of GST on seigniorage fee / royalty for the Financial year 2021-2022, quash the same.

PRAYER in W.P.No.4896 of 2024: Writ Petition filed under Article 226 of the Constitution of India, pleased to issue a Writ of Certiorari, calling for the records relating to the Show Cause Notice of the Respondent dated 29.12.2023 in Ref: PAN: BCGPS4888F for levy of GST on seigniorage fee / royalty for the Financial year 2019-2020, quash the same.

PRAYER in W.P.No.4898 of 2024: Writ Petition filed under Article 226 of the Constitution of India, pleased to issue a Writ of Certiorari, calling for the records relating to the Show Cause Notice of the Respondent dated 29.12.2023 in Ref: PAN: BCGPS4888F for levy of GST on seigniorage fee / royalty for the Financial year 2023-2024, quash the same.

For Petitioner in all WP's : Mr.V.Sanjeevi

For Respondent in all WP's : Mr.V.Prasanth Kiran, GA (T)

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COMMON ORDER

By these writ petitions, the petitioner assails the show cause notice issued under the Tamil Nadu Goods and Services Tax Act, 2017 in relation to the imposition of GST under the reverse charge mechanism on the seigniorage paid by the petitioner to the Government.

2. Mr.V.Prasanth Kiran, learned Government Advocate, accepts notice on behalf of the respondent. He has placed on record the recent judgment of the Division Bench of this Court in a batch of writ petitions, *A.Venkatachalam v. Assistant Commissioner (ST), Palladam II Assessment Circle, Palladam, W.P.Nos.30974 of 2022 batch*. In the said

judgment, the following directions were issued at paragraph 9 thereof:

"*9. In these circumstances, we deem it fit and appropriate to issue the following directions:*

(i) In the cases, where the challenge is made to the show cause notices, the writ petitioners shall submit their objections / representations within a period of four weeks from the date of receipt of a copy of this order.

(ii) Upon receipt of the objections / representations from the writ petitioners, the authority concerned shall proceed with the adjudication, on merits and in accordance with law, after affording reasonable opportunity of being heard to the petitioners. However, the orders of adjudication shall be kept in abeyance until the Nine Judge Constitution Bench decides the issue as to the nature of royalty.

(iii) It is made clear that there shall be no recovery of GST on royalty until the Nine Judge Constitution Bench takes a decision.

(iv) Needless to state that on the matters being decided, the writ petitioners if still aggrieved, shall redress their grievance(s), if any, before the appropriate forum, including by filing appeal(s).

(v) Insofar as the challenge to the notification as well as the circular, it is open to the writ petitioners to act upon, after the outcome of the case pending before the Nine Judge Constitution Bench.

(vi) It is also made clear that all the contentions are left open for the writ petitioners to raise in appropriate proceedings, after the outcome of the decision of the Nine Judge Constitution Bench."

3. In view of the above judgment, these petitions are liable to be disposed of on the same terms. Accordingly, W.P.Nos.4890, 4894, 4896 and 4898 of 2024 are disposed of in terms of directions issued in paragraph 9 of *A.Venkatachalam v. Assistant Commissioner*. No costs. Consequently, W.M.P.Nos.5361, 5365, 5351 and 5358 of 2024 are closed.

28.02.2024

rna
Index : Yes / No
Internet : Yes / No
Neutral Citation: Yes / No

To

The State Tax Officer (FAC)
RS, Intelligence, Salem.

SENTHILKUMAR RAMAMOORTHY,J

rna

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