BEFORE THE MADURAI BENCH OF MADRAS HIGH COURT

DATED: **31.07.2024**

CORAM:

THE HONOURABLE MR.JUSTICE C.SARAVANAN

W.P.(MD) No.18111 of 2024
and
W.M.P.(MD)No.15461 of 2024

M/s.Magic Pearls Fine Arts,
Represented by its Partner Palakka Valappil
Kamaludheen Kamarudheen. ... Petitioner

Vs.

The Assistant Commissioner,
Sattur-2 Circle,
Commercial Taxes Buildings,
Virudhunagar. ... Respondent

PRAYER: Writ Petition filed under Article 226 of the Constitution of India for issuance of Writ of Certiorarified Mandamus to call for the records of the respondent in his order in reference No.ZA330423241681V dated 28.04.2023 and quash the same as it is illegal and unjustified and further direct the respondent to revoke the cancellation of the Registration Certificate under the GST Act bearing GSTIN/UIN:33ABEFM5359B1ZJ.

For petitioner : Mr.A.Satheesh Murugan

For respondent : Mr.R.Suresh Kumar
Additional Government Pleader

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ORDER

Heard learned counsel for the petitioner and learned Additional Government Pleader for the respondent.

2. The petitioner is aggrieved by the impugned order dated 28.04.2023 bearing reference No.ZA330423241681V passed by the respondent for cancelling the petitioner's GST registration with effect from 31.03.2023.

3. It is noticed that the issue has been squarely covered by this Court in ***Tvl.Suguna Cutpiece Center Vs. Appellate Deputy Commissioner (ST) (GST) and others, in W.P.Nos.25048, 25877, 12738 of 2021 and etc., batch (decided on 31.01.2022),*** wherein this Court had ordered as follows:

> *229. In the light of the above discussion, these Writ Petitions are allowed subject to the following conditions:-*
>
> *i. The petitioners are directed to file their returns for the period prior to the cancellation of registration, if such returns have not been already filed, together with tax defaulted which has not been paid prior to cancellation along with interest for such belated payment of tax and fine and fee fixed for belated filing of returns for the defaulted*

period under the provisions of the Act, within a period of forty five (45) days from the date of receipt of a copy of this order, if it has not been already paid.

ii. It is made clear that such payment of Tax, Interest, fine / fee and etc. shall not be allowed to be made or adjusted from and out of any Input Tax Credit which may be lying unutilized or unclaimed in the hands of these petitioners.

iii. If any Input Tax Credit has remained utilized, it and etc. batch shall not be utilised until it is scrutinized and approved by an appropriate or a competent officer of the Department.

iv. Only such approved Input Tax Credit shall be allowed for being utilized thereafter for discharging future tax liability under the Act and Rule.

v. The petitioners shall also pay GST and file the returns for the period subsequent to the cancellation of the registration by declaring the correct value of supplies and payment of GST shall also be in cash.

vi. If any Input Tax Credit was earned, it shall be allowed to be utilised only after scrutinising and approving by the respondents or any other competent authority.

vii.The respondents may also impose such restrictions / limitation on petitioners as may be warranted to ensure that there is no undue passing of Input Tax Credit pending such exercise and to ensure that there is no violation or an attempt to do bill trading by taking advantage of this order.

viii.On payment of tax, penalty and uploading of returns, the registration shall stand revived forthwith.

ix. The respondents shall take suitable steps

> *by instructing GST Network, New Delhi to make and etc. batch suitable changes in the architecture of the GST Web portal to allow these petitioners to file their returns and to pay the tax/penalty/fine.*
>
> *x. The above exercise shall be carried out by the respondents within a period of thirty (30) days from the date of receipt of a copy of this order.*
>
> *xi. No cost.*
>
> *xii.Consequently, connected Miscellaneous Petitions are closed.”*

4. This decision has been followed in several cases by this Court. Hence, I do not wish to take any different view.

5. Under these circumstances, the impugned order is set aside and the respondent is directed to restore the GST registration subject to the petitioner complying with the conditions imposed in ***Tvl.Suguna Cutpiece Center***’s case (cited supra). No costs. Consequently, connected miscellaneous petition is closed.

Index : Yes / No
Internet : Yes / No
apd

31.07.2024

To

The Assistant Commissioner,

Sattur-2 Circle,
Commercial Taxes Buildings,
Virudhunagar.

C.SARAVANAN, J.

apd

W.P.(MD) No.18111 of 2024

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