

CUSTOMS, EXCISE & SERVICE TAX APPELLATE TRIBUNAL
PRINCIPAL BENCH, WEST BLOCK No.2, R.K.PURAM, NEW DELHI - 110066
SINGLE MEMBER APPEAL BRANCH

Appeal No. E/905 /2007 – SM [BR]

Date 02/01/2009

Assistant Registrar
C.E.S.T.A.T, New Delhi

To :
C.C.E. CHANDIGARH
C.R. BUILDING, PLOT NO. 19, SECTOR 17-C,
CHANDIGARH 160017
C.C.E. CHANDIGARH

Appellant

Vs

Respondent

MODERN ALLOYS

I am directed to transmit herewith a certified copy of **Final order No. 1640 / 2008- SM[BR]** dated 28.11.2008

passed by the Tribunal under Section 35-C(1) of Central Excises Act, 1944


Assistant Registrar
(SM Appeal Branch)

Copy to :

1. Respondent

MODERN ALLOYS

G.T. ROAD, KHANNA. (PB)

2. Adv. / Consult SHRI GAURAV AGARWAL ADV.

G.T. ROAD, RAM BHAWAN

MANDI GOBINDGARH

3 S.D.R

4 J.C.D.R.

5 Bar association, CESTAT, New Delhi

6 M/s. Deeparchi Publications, M-93, Marg. 46, Saket, New Delhi 110017

7 M/s Centax Publications (P) Ltd., 1512-B, Bhishm Pitamah marg, Opp. ICICI Bank of Defence Colony, New - 3

8 Excise & Customs cases, B-37, Sector -1, NOIDA - 201301 Gautam Budh Nagar, (U.P.)

9 Raghuraman's 44-B, Regal Flat, Shipra Suncity, Indirapuram - 201010, Ghaziabad, DT, U.P.

10 Nidheshak publications, I.P.Estate, new Delhi

11 Taxmann Allied Service Pvt Ltd., 21/35, West Punjabi Bagh, New Delhi - 110026

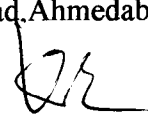
12 Commercial Laws of India Pvt Ltd Post Bag No. 1033, No.70(Old No. 88), Thvagaraya Road, T. Nagar, Chennai

13 Taxindiaonline.com Pvt Ltd, B-XI/8183, Vasant Kuni, New Delhi - 110070

14 Easy Service Tax Online Dot Com Pvt.Ltd.407A, Iscon Mall, Above Star India Bazar, Satellite Road, Ahmedabad-1

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Assistant Registrar
(SM Appeal Branch)

**CUSTOMS, EXCISE & SERVICE TAX APPELLATE TRIBUNAL
NEW DELHI**

PRINCIPAL BENCH – COURT NO. 1

Excise Appeal No. 905 of 2007-SM

(Arising out of Order-in-Appeal No. 1099/CE/CHD/06 dated 29.12.2006 passed by the Commissioner of Customs & Central Excise (Appeals), Chandigarh).

DATE OF HEARING : 28.11.2008

DATE OF DECISION : 28.11.2008

FOR APPROVAL AND SIGNATURE :

HON'BLE MS. JYOTI BALASUNDARAM, VICE-PRESIDENT

1.	Whether Press Reporters may be allowed to see the order for publication as per Rule 27 of the CESTAT (Procedure) Rules, 1982 ?.	No
2.	Whether it should be released under Rule 27 of the CESTAT (Procedure) Rules, 1982 for publication in any authoritative report or not ?	Yes
3.	Whether their Lordships wish to see the fair copy of the Order ?	seen
4.	Whether Order is to be circulated to the Departmental Authorities?	Yes

CCE, Chandigarh

.... Appellant
(Rep by Sh. S.K. Bakshi, DR)

versus

M/s Modern Alloys

.... Respondents
(Rep. by Sh. Gaurav Agarwal, Adv.)

CORAM : HON'BLE MS. JYOTI BALASUNDARAM, VICE-PRESIDENT

Final ORDER NO. 1640/08-sm(BR)

PER JYOTI BALASUNDARAM :

The Revenue is aggrieved by the order of the Commissioner (Appeals) setting aside the penalty imposed upon the respondents.

2. The case of the Department is that, penalty is leviable for the reason that the respondents wrongly availed the Cenvat credit on the strength of invoices without physical receipt of any inputs through M/s J.K. Jindal & Sons.

3. I have heard both sides. I find that the case of the Department is made out on the basis of octroi slips showing that inputs were supplied through M/s J.K. Jindal & Sons to small scale units in Khanna. However, the Officers of small scale units have denied ever dealing with the inputs supplier. The statement of the consignor has also been recorded in which he categorically stated that inputs were supplied to the respondents herein and produced evidence of receipt and utilization of inputs in the manufacture of final products cleared on payment of duty. In this view of the matter, the fact that the quantity of inputs and the truck numbers shown in the octroi slips tallied is not sufficient to hold that no goods were ever received by the respondents and that only invoices were received by them for the purpose of availing inadmissible credit. Further, the Commissioner (Appeals) has also relied upon his earlier order-in-appeal no. 375-82/06 dated 28.04.2006. I note that this order-in-appeal was challenged by the Revenue by way of filing appeal nos.

E/2496-2499/06 & 2500-2503/06 in the case of M/s Swastic Steel Works and the Tribunal vide its Final Order No. 1315A-1322/08-SM dated 03.06.2008 upheld the impugned order of the Commissioner (Appeals) who had set aside the proceedings initiated against those respondents and rejected the appeals of the Revenue. Following the ratio of the Tribunal's order cited (supra) and on the basis of the evidence on record showing that inputs were received by the respondents for utilization in the manufacture of finished products cleared on payment of duty, I hold that no case is made out by the Revenue, uphold the impugned order and reject the appeal.

(Pronounced in the open Court on the 28th day of November, 2008)

(JYOTI BALASUNDARAM)
VICE-PRESIDENT

Golay