



KOVAI MEDICAL CENTER AND HOSPITAL LIMITED

NABH Accredited Hospital

Excellence in Healthcare

99, Avanashi Road, Coimbatore - 641 014. INDIA | Phone : (0422) 4323800, 4324000, 6803000

Web : www.kmchhospitals.com | CIN No : L85110TZ1985PLC001659



Ref: KMCH/SEC/SE/2025-26/2557

27.01.2026

To
Corporate Relationship Department
BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P.J.Towers
Dalal Street, Fort
Mumbai - 400 001

Dear Sirs,

Sub: Disclosure under Regulation 30(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref: Security ID: KOVAI, Security Code: 523323

Pursuant to regulation 30(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR Regulations) read with clause 20 of Para A of Part A of Schedule III of the LODR Regulations, we enclose herewith the details of Show Cause Notice received by the Company from the GST and Central Excise. The Company will be filing appropriate response to the said notice within the prescribed timelines.

The disclosure as required under Regulation 30 of SEBI(LODR) Regulations, 2015 is enclosed as Annexure-A.

We request you to kindly take the above intimation on record.

Thanking you,

Yours truly
For Kovai Medical Center and Hospital Limited


R. Ponmanikandan
Company Secretary



**KOVAL MEDICAL CENTER AND HOSPITAL LIMITED**

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Continuation Sheet No.

Annexure-A

Name of the authority	Office of the Assistant Commissioner, GST and Central Excise, Coimbatore.
Nature and details of the action(s) taken, initiated or order(s) passed	Show Cause Notice
Date of receipt of direction or order, including any ad-interim or interim orders or any other communication from the authority.	27.01.2026
Details of the Violation(s)/ contravention(s) committed or alleged to be Committed	Demand under section 73(1) of the CGST Act, 2017.
Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible	Rs. 1,74,960/-



	भारतसरकार विवम टालय (राजविवभाग) जीएसटीऔरक 7ीयउ पादशु क सहायकआयनुनु काकाया ल लय कोयंबटूरऑडिटसक ल- कोयंबटूर, 1065, RAKAVIS रीकिवसटॉवर, चिचिरीड - 641045 रामनाथपुरम, तमिलनाडु ईमेल -	GOVERNMENT OF INDIA MINISTRY OF FINANCE (DEPT OF REVENUE) OFFICE OF THE ASSISTANT COMMISSIONER OF GST AND CENTRAL EXCISE COIMBATORE AUDIT CIRCLE-II, TOWER, TRICHY ROAD, RAMANATHAPURAM, COIMBATORE, TAMILNADU Pin code - 641045 TELEPHONE : 0422-2312412 E-MAIL- &

DT.27-01-2026

SCN NO.01/2026

Sub:-GST Audit- NON-PAYMENT OF GST ON CHARGES COLLECTED IN THE NAME OF UK VISA PACKAGE - Issue of SCN-Reg.

M/s. KOVAI MEDICAL CENTER AND HOSPITAL LIMITED, 99, Avanashi Road, Coimbatore, Tamil Nadu, 641014 (herein after referred to as "the tax payer") are holders of GSTIN.33AAACK9192L1Z5, are primarily a supplier of healthcare and education services. In addition to that the tax payer also supplies restaurant, pharmacy services etc. falling under HSN 9993, 9963, 9992. During the course of audit on verification of books of account and records it appears that they have contravened the provisions of Sections 7, 9(1) of CGST Act, 2017 and rules made thereunder rendering themselves liable to demand under Section 73 of CGST Act, 2017/TNGST Act 2017 made applicable to IGST as per Section 20 of the IGST Act, 2017 along with appropriate interest as per Section 50 of the CGST/TNGST Act, 2017 made applicable to IGST as per Section 20 of the IGST Act, 2017. They have also rendered themselves liable for imposition of penalty under Section 73(9) read with Section 122(2) of the CGST Act, 2017 made applicable to IGST as per Section 20 of the IGST Act, 2017.

2. Brief facts of the case:

The unit was selected for GST Audit for the period from 2019-20 to 2023-24 in accordance with the provisions of section 65 of the CGST Act 2017. During the course of audit of the taxpayer for the period from 2019-20 to 2023-24 on scrutiny of the books of accounts, statutory returns and other financial documents, it was observed that the tax payer have:

- NON-PAYMENT OF GST UNDER RCM ON RENT A CAB/TAXI SERVICE
- NON-PAYMENT OF GST UNDER RCM ON ROOM RENT ABOVE 5000/-
- Wrong NON- PAYMENT OF GST FOR WATER CHARGES COLLECTED

- iv. PAYMENT OF TAX UNDER WRONG HEAD
- v. WRONG AVAILMENT OF ITC ON BLOCKED CREDITS UNDER SECTION 17(5) OF CGST ACT, 2017
- vi. NON PAYMENT OF INTEREST ON BELATED PAYMENT OF TAX IN GSTR-3B
- vii. NON-PAYMENT OF GST ON CHARGES COLLECTED IN THE NAME OF UK VISA PACKAGE

The following objections were noticed during audit and communicated the taxpayer as shown in Table-I

Table I

(Rupees in Actuals)

Sl. No	Paras	Tax IGST	Tax CGST	Tax SGST	Intr. IGST	Intr. CGST	Intr. SGST
1	NON-PAYMENT OF GST UNDER RCM ON RENT A CAB/TAXI SERVICE	0	5987	5987	0	3251	3251
2	NON-PAYMENT OF GST UNDER RCM ON ROOM RENT ABOVE 5000/-	0	2508	2508	0	1516	1516
3	NON- PAYMENT OF GST FOR WATER CHARGES COLLECTED	0	156492	156492	0	77427	77427
4	PAYMENT OF TAX UNDER WRONG HEAD	0	176870	176870	0	0	0
5	WRONG AVAILMENT OF ITC ON BLOCKED CREDITS UNDER SECTION 17(5) OF CGST ACT, 2017	0	16156	16156	0	10889	10889
6	NON PAYMENT OF INTEREST ON BELATED PAYMENT OF TAX IN GSTR-3B	0	0	0	0	2197	2197
7	NON-PAYMENT OF GST ON CHARGES COLLECTED IN THE NAME OF UK VISA PACKAGE	0	87480	87480	0	NQ	NQ
	TOTAL	0	445493	445493	0	95280	95280

On pointing out, the tax payer paid tax with interest in respect of Paras 1 to 6. In respect of Para 7 tax with interest not paid.

3. Authorisation of officers of Central tax as proper officer in certain circumstances under the Tamil Nadu Goods and Services Tax Act, 2017 (referred as SGST) and rules made thereunder.

3.1. Section 6 of the Tamil Nadu Goods and Services Tax Act, 2017, which reads as follows:-

6. (1) *Without prejudice to the provisions of this Act, the officers appointed under the Central Goods and Services Tax Act are authorized to be the proper officers for the purposes of this Act, subject to such conditions as the Government shall, on the recommendations of the Council, by notification specify.*

(2)

3.2. *Under the above said section, the Central Tax officers are authorized to levy, collect, demand and recovery of the Tamil Nadu Goods and Services Tax (TNGST). Accordingly, wherever, CGST Act and rules are referred in this notice, the same may also be referred to similar provisions of the TNGST Act and rules made thereunder for demand of Tamil Nadu Goods and Services Tax (SGST).*

4. Statutory Provisions:

4.1 Section 7 of the CGST Act defines supply as a taxable transaction involving the provision of goods or services or both for a consideration, in the course or furtherance of business, by a taxable person within the taxable territory. However, certain exceptions apply, such as the import of services and activities listed in Schedule-I made without consideration.

4.2 Section 9(1) Subject to the provisions of sub-section (2), there shall be levied a tax called the central goods and services tax on all intra-State supplies of goods or services or both, except on the supply of alcoholic liquor for human consumption, on the value determined under section 15 and at such rates, not exceeding twenty per cent., as may be notified by the Government on the recommendations of the Council and collected in such manner as may be prescribed and shall be paid by the taxable person.

5 Contraventions and quantifications :-

5.1 non-payment of GST on charges collected in the name of UK visa package

During the course of audit, on verification of the Ledgers, it was noticed that the taxpayer have collected 'UK VISA MEDICAL PACKAGE' from their

customers. However, the tax payer has not discharged the GST on it. The taxpayer is an empanelled hospital by the UK Foreign Office for the issuance of medical certificate for UK VISA applicants. The invoice raised for the service is as

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GST No.: 33AAACK9192L125

7071818* CASH BILL(COPY) *1957018

Bill Number	455238	Bill Date	19/09/2023 11:23 AM
Reg. No	1957018	Physician	Dr.SMITHA ASHOK / MASTER HEALTH CHECKUP
Patient Name	Mr. GOBINAATH ARIYUR SUBRAMANI PP NO V6780420 ,		
Age / Sex	24 Years / M		
Address	S/O. SUBRAMANI 6/364 - H GREEN GARDEN - 2 THIRUVVALLUVAR COLONY NAMAKKAL 637001		
S No	Header	Service Name	Amount
1	MASTER HEALTH	UK VISA MEDICAL PACKAGE	1800.00
Bill Total			1,800.00
Pay Mode	Cash (1800.00)		
One Thousand Eight Hundred Rupees Only			
Bill Prepared by KAWYAD76 on 19/09/2023 11:23:55 AM			
Bill Printed by ARULSELVAMOP01 on 28/11/2025 11:14:33 AM			

K M C H

Koval Medical Center and Hospital Ltd.
Authorized Signatory
CBE-14

shown below:

As per Notification No. 12/2017-Central Tax (Rate) dated 28.06.2017 (Entry No. 74): "Healthcare services" means any service by way of diagnosis or treatment or care for illness, injury, deformity, abnormality or pregnancy in any recognised system of medicine in India, and includes services by way of transportation of the patient to and from a clinical establishment, but does not include hair transplant, cosmetic or plastic surgery, except when undertaken to restore or reconstruct anatomy or functions of body affected due to congenital defects, developmental abnormalities, injury, or trauma.

It appears that the medical certificate issued by the taxpayer for the UK VISA and the charges collected for the same does not fall under the Healthcare services as mentioned above. Therefore, GST needs to be discharged on the above service.

The charges collected and the tax payable details are as follows:

F.Y	Month	Taxable Value	CGST @ 9%	SGST @ 9%
2023-24	Apr-23	0	0	0
2023-24	May-23	0	0	0

2023-24	Jun-23	0	0	0
2023-24	Jul-23	0	0	0
2023-24	Aug-23	0	0	0
2023-24	Sep-23	30600	2754	2754
2023-24	Oct-23	90000	8100	8100
2023-24	Nov-23	172800	15552	15552
2023-24	Dec-23	208800	18792	18792
2023-24	Jan-24	163800	14742	14742
2023-24	Feb-24	153000	13770	13770
2023-24	Mar-24	153000	13770	13770
TOTAL		972000	87480	87480

Hence, it appears that the above amount of Rs.174,960/- [CGST-Rs.87480/-; SGST-Rs. 87480/-] is liable to be recovered under Sec. 73 (1) of CGST Act, 2017 with applicable interest and penalty under section 73(9) of CGST Act, 2017.

6.1. Demand:

Section 73(1) of the CGST Act, 2017:

1. *Where it appears to the proper officer that any tax has not been paid or short paid or erroneously refunded, or where input tax credit has been wrongly availed or utilised for any reason, other than the reason of fraud or any wilful-misstatement or suppression of facts to evade tax, he shall serve notice on the person chargeable with tax which has not been so paid or which has been so short paid or to whom the refund has erroneously been made, or who has wrongly availed or utilised input tax credit, requiring him to show cause as to why he should not pay the amount specified in the notice along with interest payable thereon under section 50 and a penalty leviable under the provisions of this Act or the rules made thereunder.*

6.2 In view of the foregoing discussions, it appears that the taxpayer is liable for demand of Rs.174,960/- [CGST-Rs.87480/-; SGST-Rs. 87480/-], as quantified in Table 1 in para 7 above, under Section 73(1) of the CGST Act, 2017 along with appropriate interest under Section 50 of the CGST Act/TNGST Act, 2017. It also appears that they are liable for imposition of penalty under Section 73(9) and Section 122(2)(a) of CGST Act/TNGST Act, 2017.

7.1. INTEREST:-

Section 50 of the CGST Act, 2017: Interest on delayed payment of tax-

(1) Every person who is liable to pay tax in accordance with the provisions of this Act or the rules made thereunder, but fails to pay the tax or any part thereof to the Government within the period prescribed, shall for the period for which the tax or any part thereof remains unpaid, pay, on his own, interest at such rate, not exceeding eighteen per cent., as may be notified by the Government on the recommendations of the Council.

[Provided that the interest on tax payable in respect of supplies made during

a tax period and declared in the return for the said period furnished after the due date in accordance with the provisions of section 39, except where such return is furnished after commencement of any proceedings under section 73 or section 74 in respect of the said period, shall be payable on that portion of the tax which is paid by debiting the electronic cash ledger.]

7.2. In view of the above, it appears that the taxpayer is liable for interest on the amount demanded above.

8.1 PENALTY:-

Sub-section (9) of the Section 73 of the CGST / TNGST Act, 2017, reads as follows:-

(9) The proper officer shall, after considering the representation, if any, made by person chargeable with tax, determine the amount of tax, interest and a penalty equivalent to ten per cent. of tax or ten thousand rupees, whichever is higher, due from such person and issue an order;

Section 122(2) of the CGST Act, 2017:-

(2) Any registered person who supplies any goods or services or both on which any tax has not been paid or short-paid or erroneously refunded, or where the input tax credit has been wrongly availed or utilised,—

(a) for any reason, other than the reason of fraud or any wilful misstatement or suppression of facts to evade tax, shall be liable to a penalty of ten thousand rupees or ten per cent. of the tax due from such person, whichever is higher;

8.2 From the above provisions of the CGST/TNGST Act, 2017, it appears that the taxpayer is liable for imposition of penalty under Section 73(9) read with Section 122(2) (a) of the CGST Act, 2017.

9. Hence the above issues/observations were communicated to the taxpayer vide letter dated 02-12-2025 vide reference no.1/3711860/2025 in file GADT/CnG/ADT/GST/14697/2025-Gr 1-CGST-ADT CIR-2-ADT-COIMBATORE. But the taxpayer has not paid any tax for above issue. So Audit Report in reference of even number in Form ADT-02 dated 21-01-2026 vide reference no.1/3908275/2026 was issued specifying the observations for which tax is payable. In the absence of compliance received from taxpayer towards their liability to payment of tax along with appropriate interest as discussed above for the disputed observations, this Show Cause Notice is issued for taking up adjudication of the demand proposed.

10. Now, therefore M/s. KOVAI MEDICAL CENTER AND HOSPITAL LIMITED , 99, Avanashi Road, Coimbatore, Tamil Nadu, 641014 are hereby directed to show cause to the Superintendent of GST & Central Tax, Coimbatore II-C Range, 1662-A, Aadhithya Towers, Trichy Road, Sungam, Coimbatore 641 045, within 30 days of the receipt of this notice as to why:

- i. the total amount of Rs.174,960/- [CGST-Rs.87480/-; SGST-Rs. 87480/-] [Rupees One lakh seventy four thousand nine hundred and sixty only] should not be demanded under Section 73(1) of CGST Act, 2017/TNGST Act, 2017.;
- ii. appropriate interest on sl. no.(i) above, should not be demanded under Section 50(1) of the CGST Act ,2017/TNGST Act, 2017;
- iii. penalty should not be imposed on them on the amount demanded under sl.no.(i) above under Section 73(9) read with Section 122(2)(a) of CGST Act,2017/TNGST Act,2017.

11. M/s. KOVAI MEDICAL CENTER AND HOSPITAL LIMITED , are hereby required to produce at the time of showing cause all the evidence upon which they intend to rely in support of their defence. They are also required to indicate in their written submission as to whether they wish to be heard in person before the case is adjudicated failing which it will be construed that they do not wish to be heard in person.

12. Further, it is informed that as per Section **73(8)** of CGST Act, 2017, where any person chargeable with tax under sub-section (1) or sub-section

pays the said tax along with interest payable under section 50 within **Thirty days** of issue of show cause notice, no penalty shall be payable and all proceedings in respect of the said notice shall be deemed to be concluded.

13. If no reply is received within 30 days of receipt of this notice or if they do not appear before the adjudicating authority when the case is posted for hearing the case is liable to be decided ex-parte based on the available evidence on record.

14. Reliance is placed on the following documents for the issuance of this notice:

RUD	Name of document
1	sample invoice shown above
2	ledgers

15. This notice is issued without prejudice to any other action that may be or has already been initiated against the taxpayer or any other person under the CGST/SGST/IGST Act 2017 or GST (Compensation to States) Act, 2017 or the Rules made there under or any other law for the time being in force & enforceable in India.

D THANGARAJ
SUPERINTENDENT OF GST & CENTRAL EXCISE

To

M/s. KOVAI MEDICAL CENTER AND HOSPITAL LIMITED, First Floor, G-6/30, Jain Plaza, Oppanakara Street, Coimbatore, Tamil Nadu, 641001

Copy submitted to
The Commissioner of GST & Central Excise, Audit Commissionerate, Coimbatore

The Assistant/Deputy Commissioner of GST & Central Excise,
Coimbatore II Division, 1662-A, Aadhithya Towers, Trichy Road Sungam,
Coimbatore 641 045.

Copy to
The Superintendent of GST & Central Excise, II-C Range,
1662-A, Aadhithya Towers,
Trichy Road, Sungam,
Coimbatore 641 045.

The Superintendent of GST & Central Excise, Group Large, Coimbatore Audit
Commissionerate
The Planning Section, Coimbatore Audit Commissionerate