

SOUTH EAST CENTRAL RAILWAY



Office of the
Chief Commercial Manager
Bilaspur 495004 (C.G)

Rates Circular No. 163(G)/2017

No.C/SECR/BSP/GST/Policy/ **5054**

Date: 21.09.2017

All Station Managers & Superintendents, Goods Supervisors, Goods Clerks & Siding Clerks, Weigh Bridge Clerks. All CCI, CIs of SECR.

Copy for information and necessary action to:

DRM: SECR/BSP, NGP, RAIPUR.

Sr. DCMs, Sr.DOMs: SECR/NGP, BSP, RAIPUR. Commercial Control: SECR/BSP:

ARMs: SECR/BIA, KRBA, SDL, BRJN. Principal Director of Audit/SEC Railway/Bilaspur.

FA&CAO, COM, CFTM, CME, CE, CEE, SDGM and CPRO: SECR/BSP.

FA&CAO/(T), Dy.FA&CAO(T), Sr. AFA(TA): SECR/BSP.

CCM: E.Rly-Kolkata, N.Rly-New Delhi, S.Rly-Chennai, W.Rly-CCG/Mumbai, C.Rly-CSTM/Mumbai, N.F.Rly-Maligaon, N.E.Rly-Gorakhpur, N.C.Rly-Allahabad, E.Co.Rly-Bhubaneswar, W.C.Rly-Jabalpur, N.W.Rly-Jaipur, S.W.Rly-Hubli, E.C.Rly-Hazipur, S.E.Rly-Kolkata, S.C.Rly-Secunderabad.

CONCOR/IISCO House, 50, Jawahar Lal Nehru Road, Kolkata.

GM, CAO (FOIS) & OCC(CRIS), Center for Railway Information System Chanakyapuri, New Delhi-110021

Director, Traffic Commercial (Rates)/Railway Board/New Delhi.

EDRM, Railway Board, Eastern Railway House, 17, N.S. Road, Kolkata-01

Sub:- 1. Clarification regarding applicability of GST on demurrage/wharfage charge levied against exempted commodities .

Ref:- Railway Board's letter No. TCR/1078/2017/22 dt. 20.09.2017.

1. In reference to N.F Railway's quarry, Railway Board vide their letter under reference has clarified that :-

"Demurrage/Wharfage charges is levied when customer delays in taking possession of goods transported by him. Therefore till the possession of goods is handed over to customer, the entire service rendered by Railways will be treated as a single supply of service and therefore, the applicable rate of GST for principal supply of service will be levied on demurrage/wharfage.

Contd..2

In other words if no GST is charged on exempted commodity then the associated demurrage/wharfage charges also will not be charged GST ”.

The above instructions shall apply to all commodities 'exempted from levy of GST' as per para 2.0 of Rates Circular No. 19 of 2017 (vide this office Rates Circular No. 123(G)/2017 dt. 03.07.2017).

2.
Sub: Levy of Goods & Service Tax (GST) on transportation of Goods by rail -rounding off.

Ref: Railway Board's letter No. TCR/1078/2017/19 dt. 20.09.2017.

While clarifying the queries of GM/FOIS, Railway Board vide letter under reference has issued guidelines regarding Levy of Goods & Service Tax (GST) on transportation of Goods by rail -rounding off, which is enclosed herewith for your information, guidance and necessary action.

Encl: 02(Two) pages.

All concerned to note and act accordingly.



(S.M.Gondane)

Dy. Chief Commercial Manager (FS)
For Chief Commercial Manager

भारत सरकार(GOVERNMENT OF INDIA)
रेल मंत्रालय(MINISTRY OF RAILWAYS)
रेलवे बोर्ड (RAILWAY BOARD)

No.TCR/1078/2017/19

New Delhi, Date : 20.09.2017

Chief Commercial Manager,
All Indian Railways.

Copy to :CPM/ FOIS,
Camp: CRIS, Chanakyapuri,
New Delhi – 23.

Sub : Levy of Goods & Service Tax (GST) on transportation of
Goods by rail – rounding off.

Ref : GM/FOIS letter No.2017/CRIS/NDLS-HQ/AD/RLY BOARD/FOIS/
GST/ 0033/Pt.-1 dated 10.08.2017.

With reference to above referred letter of GM/FOIS seeking Board's clarification
on the subject issue, it is clarified that GST is statutory levy and shall be worked
out not more than the Tax Rate.

Following procedure is to be followed:

- The charges for various services under transportation of goods by rail,
calculated through FOIS/TMS, are to be rounded-odd to next higher
rupee.
- The individual GST components (CGST + SGST/UGST) are worked out
at 2.5% each or at 5% (IGST) individually and rounded off to two decimal
places.
- Rounded off amount of (CGST + SGST/UGST) or (IGST) is to be
worked out separately (but not to be added to (b) above)
- Invoice for total of (a) + (b) + (c) shall be issued.
- The amount against (c) above shall be accounted as miscellaneous
receipts.

Illustration :

a	Freight for transportation	Rs.	868965.48
a.I	Freight rounded off to next higher rupee	Rs.	868966.00
b.i	CGST @ 2.5% on Rounded off Freight (to be rounded off to two decimal places) + SGST or UTGST @ 2.5% on Rounded off Freight (to be rounded off to two decimal places)*, or	Rs.	21724.15 + 21724.15 = 43448.30
b.II	IGST @ 5% on Rounded off Freight (to be shown in two decimal places)*	Rs.	43448.30
c	Rounded off	Rs.	0.70

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d	Invoice to be issued for		
d.i	(a.i + b.i + c) or	Rs.	912415.00
d.ii	(a.i + b.ii + c)	Rs.	912415.00
e.	The amount against (c) above shall be accounted as miscellaneous receipts		

* CGST and SGST/UTGST have to be calculated and rounded off to two decimal places separately, and then to be added. IGST is to be calculated at 5% and rounded off to two decimal places. (CGST + SGST/UTGST) therefore, at times may have minor variations as compared to IGST on some freight charges.

This issues with the approval of Accounts directorate in the Ministry of Railways.

DA: As above

Shilpi Bishnoi
20/09/17
(Shilpi Bishnoi)
Director Traffic Commercial (Rates)
Railway Board.

No.TCR/1078/2017/19

New Delhi, Date : 20.09.2017

Copy to:

Principal Financial Adviser /All Zonal Railways.

Shilpi Bishnoi
20/09/17
(Shilpi Bishnoi)
Director Traffic Commercial (Rates)
Railway Board.

Copy to:

TC-I, TC-II, FC, TC-FM, TC-CR branches in Railway Board.

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