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

No.TCR/1078/2012/24/Pt. Dated 18.10.2018

Principal Chief Commercial Manager
All Indian Railways.

Sub: Levy of Goods & Service Tax (GST) on charge for issuing Rates Quotation/ Certificate.

Ref: Board's Letter of even number dated 18.07.2017.

The issue of levy of GST on charge for issuing Rates Quotation/ Certification has been examined in Board's office and following is advised:-

(a) Rates Quotation Certificate (RQC) issued by Railways falls under Other Supporting Services for Railway transport.

(b) If, RQC (more than Rs.5000/-) is to be issued to any business entity, then GST will be levied @18% (IGST) or 9% CGST & 9% SGST/UTGST payable by Railway customer under Reverse Charge Mechanism.

(c) Following is the business rule for levy of GST :-

when Rates Quotation Certificate (RQC) is	**Levy of GST**
issued to Non-business entity	Exempt
issued to Business entity valuing more than Rs.5000/-, but turnover of entity is less than Rs.20 Lacs per annum	Exempt
issued to Business entity less than Rs. 5000/-	Exempt
valuing more than Rs.5000/- issued to Business entity having turnover of Rs.20 Lacs & more in previous financial year	Taxable under Reverse Charge Mechanism

(d) The above transactions need to be reported in the GSTR3B Return; and accordingly, it may be ensured that Invoice data is correctly captured in CRIS Manual Utility, if there is no facility available in FOIS/TMS application.

This issued with the approval of Accounts Directorate of Ministry of Railways.

(This disposes off Northern Railways letter No.2023-R/GSP/GST/2018 dated .09.2018)

(Mahender Singh)
Dy. Director Traffic Commercial (Rates)
Railway Board

Copy to : CAO/FOIS for kind information and necessary action please;