

## FREQUENTLY ASKED QUESTIONS (FAQ)

Date:- 19/07/2017

1. Services performed prior to 01/07/2017 but bill date and payment date is after 01/07/2017, whether GST will be applicable on this invoices or not?

Ans: Bill raised and payment is made after 01/07/2017 then GST will be applicable on the Transaction.

2. What is the GST rate on hiring of vehicle? When GST payable under RCM in case vehicle hiring ?

Ans: following rate are applicable on hiring on vehicle-

a) Renting of Vehicle (if fuel cost borne by service provider) - 5%.

Renting of Vehicle (if fuel cost borne by service receiver) - 18%.

b) If services are taken from unregistered contractor then GST will paid as per reverse charge mechanism i.e. GST to be paid by service recipient (Railways)

c) In Vehicle hiring services input tax credit will be available proportionately

d) If payment amount is fixed by contract and contract value is inclusive of all taxes then no additional amount can be paid above the contract value.

3. Whether GST shall be applicable on wagon registration fee ( WRF)?

Ans: YES.

4. Whether refund of GST is permissible in case of any refund of either Wagon Registration Fee or Freight charges ??

Ans: Yes