

OFFICE OF PRINCIPAL FINANCIAL ADVISOR
SECOND FLOOR, G.M CORE BUILDING, INDIRA MARKET
WEST CENTRAL RAILWAY, JABALPUR (M.P) – 482001
Email: gstacwcrhq@gmail.com Phone: 54594

NO. HQ/AC/GA/GST/02/2018-19

DATED:10-10-2018

PCME, PCE,PCOM,PCCM, PCEE,PCSTE,
PCMM, PCMD, PCPO, PCSC,PCSO,
DRM/JBP,BPL,Kota, CWM/BPL, KTT
Sr.DFM/JBP, BPL, KOTA,
Dy.FA&CAO(C)/JBP,BPL,KOTA
Dy.FA&CAO(S&W),Dy.FA&CAO(T),
WAO/BPL,KOTA, AFA(Exp.),
AFA (Stores), AFA(T)

Sub: Clarification on Deduction of TDS.

Ref: 2017/AC II/1/11/GST References Dated - 25.09.18

The letter under reference is enclosed herewith for perusal and necessary action at your end.

Encl: As above



Sr.AFA(GST)
/PFA/WCR



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

No. 2017/AC-II/1/11/GST References

25th September, 2018

Principal Financial Adviser,
Modern Coach Factory,
Rae Bareilly,
Lalganj

Sub :- GST-TDS Clarification thereof.

A reference has been received from MCF/RBL vide their letter No. 2018/A/Cs/MCF/RBL/GST-TDS/606 dated 20.09.2018, seeking clarification on issues relating to GST-TDS. Clarification is issued as follows:-

Issue Raised	Clarification thereof
Whether the amount of GST will be paid to supplier/contractor after deduction the amount of TDS	<ul style="list-style-type: none"> Payment to contractor to be made is net of TDS as illustrated below. For example, if a vendor has submitted a bill for Rs. 3,00,000/- and GST thereof @ 18% is Rs. 54,000/- then the total value of the bill preferred by vendor is Rs. 3,54,000/-. So IR's gross expenditure will be Rs. 3,54,000/-. However TDS @2% on Rs. 3,00,000/- has to be deducted from the contractor's bill, which works out to Rs. 6,000/-. Thus payment to contractor to be made will be Rs. 3,48,000/- (Rs. 3,54,000 - TDS 2% of Rs. 6,000/-). Accounting entry will be as follows:- Expenditure Head --- Debit Rs. 3,00,000/- Misc-Adv(GST) --- Debit Rs. 54,000/- (in case ITC is availed) Deposit Misc (GST-TDS)---Credit Rs. 6,000/- Cheques and Bills ---Credit Rs. 3,48,000/- This TDS amount of Rs. 6,000/- shall be deposited by Railways with GST Authorities by filing GSTR-7 Return on or before 10th of the following month. Accounting Entry will be:- Deposit Misc (GST-TDS) ---Debit Rs. 6,000/-

वि. एवं मु. ले. अधि./वि. एवं ब.	
वि.स. एवं मु. ले. अधि./का.भं.वां	
वि.स. एवं मु. ले. अधि./निर्माण	
उप मु. ले. अधि./सामान्य	
साथि/प्र.वि.स.	
उप वि.स. एवं मु. ले. अधि./वि. एवं ब.	
वरि. स.वि.स./प्रशासन	
वरि. अ.अ./प्रशासन	
हस्ता. प्रा.पदादी	
कर्म संख्या	07
दिनांक	03/10/18

Issue Raised	Clarification thereof
	<p>Cheques and Bills --- Credit Rs. 6,000/-</p> <ul style="list-style-type: none"> • TDS Certificate for Rs. 6,000/- shall be issued by IR within 5 days of the deposit of Tax. • IR will continue to avail Input Tax Credit on Rs. 54,000/- (if eligible) and adjust it against GST on output services rendered. • As on date there is no TDS on IGST payable to vendor/suppliers.
<p>Whether MCF/RBL will have to obtain a separate registration for TDS or will TDS it be obtained by FA&CAO/MCF/RBL/AED being the nodal Railway for the state of UP.</p>	<ul style="list-style-type: none"> • Detailed instruction has been issued by Railway Board vide RBA No. 104/2018 dated 24.9.2018, which may be referred. • Principal Officers in each State will get the registration done. In other words, there will be one single registration in each State/UTs. • For example in respect of MCF/RBL, PFA/NCR's office shall obtain registration and intimate all the associate Railway units falling in the jurisdiction in the State of Uttar Pradesh.

The above process is brought to the notice of all Railways/Production Units.

(V.Prakash)
Jt. Director/Accounts
Railway Board

Copy to:-

1. PFAs all Zonal Railways and Production Units for kind information; WCR
2. GM/AIMS and GM/GSTM, Centre for Railway Information Systems, Chanakyapuri, New Delhi 110 021.