



CENTRAL WAREHOUSING CORPORATION
(A GOVT. OF INDIA UNDERTAKING)



No. CWC/FD- Taxation/GST/2017-18

Dated: 7th March, 2018

GST CIRCULAR-10

- 1. All the Regional Managers of CWC**
- 2. All the AGMs / Managers / (Sr.) Asstt. Manager(Accts.) In-charge of Finance & Accounts Wings of all Regional Offices**

Sub: Long Distance Transportation (By Road) under category of GTA at CFS/ICDs

This is with reference to procedure to be followed for providing GTA services in case of long distance transportation in GST regime. The mechanism advised by Corporate office vide ST Circular No.#87 dated 28.08.2015 has now been reviewed in view of implementation of GST and revised guidelines are as under:

1. Separate tender for Long-Distance transportation for various CFS/ICDs should be invited. This activity being in the nature of transportation (GTA), the GST is to be paid by the service receiver i.e. CWC is liable to pay GST on the bill amount to Government under Reverse Charge Mechanism (RCM) for inward GTA services procured.
2. The transport contractor being GTA for CWC, shall be issuing Consignment Note in addition to tax invoice for transportation of goods by road. He will discharge the role and responsibility of GTA. CWC will in turn act as GTA for its customers and will issue consignment note by prescribing following contents.
 - (a) Serial number
 - (b) Name of consigner and consignee
 - (c) Registration number of goods carriage in which the goods are transported

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- (d) Details of goods transported
- (e) Details of the place of origin and destination and
- (f) Person liable for paying GST i.e. CWC being GTA under forward charge

The consignment note shall be carried by the transport contractor along with the Lorry/Vehicle.

3. The GST liability shall be discharged by CWC on services provided by Transport Contractor under Reverse Charge Mechanism (RCM) @5%.
4. CWC being GTA for its customers, the payment of GST is to be discharged by CWC under Forward Charge. CWC shall charge GST @ 12% on the gross freight amount to all registered customers in the invoice. The GST charged from the customers should be deposited with the authorities before the due date.
5. Services provided by a goods transport agency has been exempted from GST on or after 13.10.2017 to an unregistered person, including an unregistered casual taxable person, other than the following recipients, namely: -
 - (a) any factory registered under or governed by the Factories Act, 1948(63 of 1948); or
 - (b) any Society registered under the Societies Registration Act, 1860 (21 of 1860) or under any other law for the time being in force in any part of India; or
 - (c) any Co-operative Society established by or under any law for the time being in force; or
 - (d) any body corporate established, by or under any law for the time being in force; or
 - (e) any partnership firm whether registered or not under any law including association of persons;
 - (f) any casual taxable person registered under the Central Goods and Services Tax Act or the Integrated Goods and Services Tax Act or the State Goods and Services Tax Act or the Union Territory Goods and Services Tax Act.
6. Services provided by a goods transport agency, by way of transport in a goods carriage of following goods has been exempted from GST:-
 - (a) Agricultural produce;

- (b) Goods, where consideration charged for the transportation of goods on a consignment transported in a single carriage does not exceed one thousand five hundred rupees;
 - (c) Goods, where consideration charged for transportation of all such goods for a single consignee does not exceed rupees seven hundred and fifty;
 - (d) Milk, salt and food grain including flour, pulses and rice;
 - (e) Organic manure;
 - (f) Newspaper or magazines registered with the Registrar of Newspapers;
 - (g) Relief materials meant for victims of natural or man-made disasters, calamities, accidents or mishap; or
 - (h) Defence or military equipment.
7. The GST so discharged by CWC on bills of H&T contractor will be eligible for Input Tax Credit subject to following reversal mechanism:
- (a) Proportionate reversal of common credit in case input supply of goods or services are used commonly for providing both taxable and exempt output GTA services; and
 - (b) Full reversal in case input supply of goods or services is exclusively used for providing exempt GTA supply only.

Receipt of this Circular may please be acknowledged and its Contents be brought to the notice of all concerned for compliance.

The above mechanism is to be implemented w.e.f 01.04.2018.



(N.K. GROVER)
Group General Manager (F&A)

Copies for information to:

1. PPS to Managing Director, CWC, CO, New Delhi
2. PS to Director(MCP), CWC, CO, New Delhi
3. PS to CVO / PPS to GGM(A/cs), CWC, CO, New Delhi

4. All HODs at CWC, Corporate Office, New Delhi
5. All DGMs/AGMs/Managers in Finance, Accounts & Internal Audit Cadre at CWC, Corporate Office, New Delhi
6. PPS to GM(Systems), CWC, CO, New Delhi with a request to place this Circular on CWC's Website
7. Manager (Rajbhasha), CWC, CO, New Delhi with a request to arrange Hindi Version of this Circular.