The General Manager, All Indian Railways/PU, NF(C), CORE
The DG/RDSO/Lucknow & NAIR/Vadodara
CAOs, DMW/Patiala, WPO/Patna, COFMOV/N. Delhi, RWP/Bela

Sub: Clarification on GST implementation in scrap disposal.

CRIS has been assigned the work of validation of GST invoice data before the same is forwarded to GSP and GSTN. During such validation it was found that many invoices, dealing with sale of scrap, have been made with IGST.

As per section 10(1) of the IGST Act, 2017, the place of supply of goods, other than supply of goods imported into, or exported from India, where the supply involves movement of goods, whether by the supplier or the recipient or any other person, the place of supply of such goods shall be the location of the goods at the time at which movement of goods terminates for delivery to the recipient. Therefore, if the goods are delivered at the depot itself on ‘as is where is basis’, then this will be categorized as an intra-state transaction and accordingly, CGST/SGST shall be levied.

This is issued with the concurrence of Finance Directorate of Ministry of Railways.

(Santosh Mittal)
Dy. Director Railway Stores (G), Railway Board

No: 2008/RS(G)/777/1
1. PFAs, All Indian Railways & Production Units
2. The ADAI(Railways), New Delhi
3. The Directors of Audit, All Indian Railways

No: 2008/RS(G)/777/1
1. PCMMs, PCEs, CMEs, CEEs, CSTEs, All Indian Railways & PUs, RCF/RBL/NDLS, COFMOV, CORE, WPO and RWP/Bela
2. The Directors–
   a. Indian Railway Institute of Sig. Engg. & Telecom, Secunderabad
   b. Indian Railway Institute of Mech. & Elec. Engg., Jamalpur
c. Indian Railway Institute of Elect. Engg., Nasik
 d. Sr. Prof. (Material Management), NAIR, Vadodara
 e. Indian Railway Institute of Civil Engg., Pune
 f. Indian Railway Institute of Traffic Management, Lucknow

3. MD, CRIS, Chanakya Puri, New Delhi
4. MD, RITES, RITES Bhavan, Sector-29, Gurugram
5. Director, Iron & Steel, 3, KolaGhat Street, Kolkata
6. Executive Director (Stores), RDSO, Lucknow
7. Chief Commissioner, Railway Safety, Lucknow
8. Zonal Railway Training Institute, Sukadia Circle, Udaipur

(Santosh Mittal)
Dy. Dir. Rly. Stores(G)-I
Railway Board

No: 2008/RS(G)/777/1

Dated 13.10.2017

Copy to:

1. The Genl. Secy., AIRF, Room No. 248, & NFIR Room No. 256-C, Rail Bhavan
2. The Secy. Genl., IRPOF, Room No. 268, FROA, Room No. 256-D & AIRPFA,
   Room No. 256-D Rail Bhavan

(Santosh Mittal)
Dy. Dir. Rly. Stores(G)-I
Railway Board

Copy to: Sr. PPSs / PPS / PS to:

1. MR, MoS(S), MoS(G)
2. CRB, FC, ME, MTR, MRS, MS, MT, SECY., DG(RS), DG(S&T), DG(Personnel), DG
   (RHS), DG (RPF)
3. All AMs, Advisors & Executive Directors of Railway Board