FM Circular No. 1 of 2015

GOVERNMENT OF INDIA
MINISTRY OF RAILWAYS
(RAILWAY BOARD)

No.TC-II/2046/2012/3/Service Tax

New Delhi, dated 26.05.2015

The General Managers,
All Zonal Railways,

SUB: Levy of service tax on transport of parcel traffic (leased or non-leased parcel traffic) by rail.

REF: Freight Marketing Circular 07 of 2015 dated 08.04.2015

Vide above circular it was advised that "Service tax of 14% shall be charged on 30% of freight equivalent to 4.2% on the total freight. Now, as communicated by Ministry of Finance service tax chargeable at 4.2% on the total freight may be levied w.e.f. 01.06.2015.

As regards date of implementation of Levy of Swachh Bharat Cess, the same will be notified later.

Ensure action accordingly and confirm.

(Rita Raj)
Director Freight Marketing Railway Board.

No.TC-II/2046/2012/3/Service Tax

Copy forwarded for information to:

1. The Dy. Comptroller & Auditor General of India (Railways), Room No.224, Rail Bhavan, New Delhi.
2. The FA&CAOs, All Indian Railways.
3. The Principal Director of Audit, all Indian Railways.

New Delhi, dated 26.05.2015

(M.K. Debay)
for Financial Commissioner/Railways.

No.TC-II/2046/2012/3/Service Tax

Copy forwarded for information to:

(i) CCMs, all Indian Railways.
(ii) CCMs(FM), all Indian Railways.
(iii) General Secretary, IRCA, New Delhi.
(iv) Managing Director/CRIS, Chanakyapuri, New Delhi to incorporate necessary changes in the software.
(v) General Manager, Metro Railway, Kolkata.

New Delhi, dated 26.05.2015

(Rita Raj)
Director Freight Marketing Railway Board.

PC-I Parcel Service Tax