

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

No.TC-I/2012/214/2Pt.I

New Delhi, Dt. 15.12.2016

General Manager
All Zonal Railways

Sub: Service Tax on Demurrage/Wharfage Charge

Ref: Board's letter No. TCR/1078/2011/2 dt.28.09.2012 (*Rates Circular No.29 of 2012*)

Please refer to Para 4(ix) of Rates Circular under reference regarding levy of Service Tax on Demurrage and Wharfage Charges.

The matter has been examined. In supersession of Para 4(ix) of Rates Circular No.29 of 2012, it is advised that there is no liability on the part of Railways to collect Service Tax on Demurrage and Wharfage Charges. Demand Note/Receipt etc. for collection of Demurrage/Wharfage Charge shall, however, clearly specify that "Customer shall solely be liable for paying applicable Service Tax directly, under Reverse Charge Mechanism".

Necessary instructions may be issued to all concerned.

This issues with the concurrence of Accounts and Finance Directorates of Ministry of Railways.



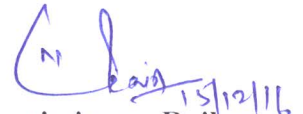
(Atul Kumar)
Dy. Director, Traffic Comm.-I
Railway Board

No.TC-I/2012/214/2Pt.I

New Delhi, Dt. 15.12.2016

Copy to:

1. FA&CAO, All Zonal Railways
2. Dy.C&AG(Rlys), Room No.222, Rail Bhavan, New Delhi.



for Financial Commissioner, Railways

No.TC-I/2012/214/2Pt.I

New Delhi, Dt. 15.12.2016

Copy to:

1. Chief Commercial Manager, All Zonal Railways
2. Chief Operations Manager, All Zonal Railways
3. Managing Director, CRIS, Chanakyapuri, New Delhi-21.
4. Chief Admn. Officer, FOIS, N. Rly., Camp:CRIS, Chanakyapuri, New Delhi-
5. Managing Director, KRCL, Belapur Bhavan, Sector-11, CBD Belapur, Navi Mumbai-400614.
6. Director General, National Academy of Indian Railways, Vadodara.
7. General Secy., IRCA, New Delhi.
8. Director, IRITM, Campus: Hardoi Bye-pass Road, Vill-Kanausi, P.O.-Manaknagar, Lucknow-226011
9. Secretary, RRT, 5, Dr. P.V.Cherian Crescent Road, Egmore, Chennai-600105.
10. Chief Commissioner of Railway Safety, Lucknow.



(Atul Kumar)

**Dy. Director, Traffic Comml.-I
Railway Board**

Copy for information:

CRB, MT, FC, Railway Board

AM(C), AM(T), AM(C&IS), Adv(F), Adv.(Accounts), Adv(Infra), EDTC(R), EDPG, EDFM, EDPM, ED(T&C), EDTT(M), EDTT(S), EDTT(F), EDFC, ED/AIMS, EDVT, DTC(G), DPG, DPM, Dir(T&C), DPG, DFM, DFC, DFA, JDA, Railway Board
TC(R), TC(CR), F(C), Safety Branches, Railway Board