**CONCESSIONAL / CONDITIONAL CGST RATE NOTIFICATIONS**

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| **Sl.No.** | **Rate Notf. No. / Date** | **Subject** | **Page No.** |
| 1 | 3/2017, Dt. 28-06-2017 | 5% concessional GST rate for supplies to Exploration and Production notified under section 11 (1) - [Section 11(1)] | 2 |
| 2 | 37/2017, Dt. 13-10-2017 | Seeks to prescribe GST rate on the leasing of motor vehicles. - [Section 9(1)] | 8 |
| 3 | 39/2017, Dt. 18-10-2017 | Seeks to reduce GST rate on Food preparations put up in unit containers and intended for free distribution to economically weaker sections of the society under a programme duly approved by the Central Government or any State Government. - [Section 9(1)] | 9 |
| 4 | 45/2017, Dt. 14-11-2017 | Seeks to provide concessional GST rate of 5% on scientific and technical equipments supplied to public funded research institutions. - [Section 11(1)] | 11 |
| 5 | 8/2018, Dt. 25-01-2018 | Seeks to amend Rate of tax on old/used motor vehicles in Schedule IV of Notf 1/2017 - [Section 9(1)] | 16 |
| 6 | 21/2018, Dt. 26-07-2018  w.e.f. 27-07-2018 | Prescribe concessional GST rate on specified handicraft items - [Section 11(1)] | 17 |
| 7 | 26/2018, Dt. 31-12-2018 | Exempt GST on supply of gold by nominated agencies to registered persons. - [Section 11(1)] | 20 |
| 8 | 2/2019, Dt. 08-03-2019 | To give composition scheme for supplier of services with a tax rate of 6% having annual turnover in preceding year upto Rs 50 lakhs. - [Section 9(1), 11(1) & 16(1)] | 21 |
| 9 | 19/2019, Dt. 30-09-2019 | Seeks to exempt supply of goods for specified projects under FAO. | 25 |

Notification No.3/2017-Central Tax (Rate)

New Delhi, the 28th June, 2017

G.S.R. (E).- In exercise of the powers conferred by sub-section (1) of section 11 of the Central Goods and Services Tax Act, 2017 (12 of 2017), the Central Government, being satisfied that it is necessary in the public interest so to do, on the recommendations of the Council, hereby exempts intra-State supplies of goods, the description of which is specified in column (3) of the Table below read with relevant List appended hereto and falling under the tariff item, sub-heading, heading or Chapter, as the case may be, as specified in the corresponding entry in column (2) of the said Table, from so much of the central tax leviable thereon under section 9 of the Central Good and Services Tax Act, 2017 (12 of 2017) as is in excess of the amount calculated at the rate specified in the corresponding entry in column (4) of the said Table and subject to the relevant conditions annexed to this notification, as specified in the corresponding entry in column (5) of the Table aforesaid.

**TABLE**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **S.** | **Chapter /** | **Description of Goods** | | |  | **Rate** | **Condition** |
| **No.** | **Heading /** |  |  |  |  |  | **No.** |
|  | **Sub-** |  |  |  |  |  |  |
|  | **heading /** |  |  |  |  |  |  |
|  | **Tariff item** |  |  |  |  |  |  |
| **(1)** | **(2)** |  | **(3)** |  |  | **(4)** | **(5)** |
| 1. | Any | Goods specified in the List annexed to this Table  required in connection with:  (1) Petroleum operations undertaken under petroleum exploration licenses or mining leases, granted by the Government of India or any State Government to the Oil and Natural Gas Corporation or Oil India Limited on nomination basis, or  (2) Petroleum operations undertaken under specified contracts, or  (3) Petroleum operations undertaken under specified contracts under the New Exploration Licensing Policy, or  (4) Petroleum operations undertaken under specified contracts under the Marginal Field Policy (MFP), or  (5) Coal bed methane operations undertaken under specified contracts under the Coal Bed Methane Policy.  \*[(6) Petroleum operations or coal bed methane operations undertaken under specified contracts under the Hydrocarbon Exploration Licensing Policy (HELP) or Open Acreage Licensing Policy (OALP)  (\* Inserted vide Notification No. 16/2019, dated 30-09-2019 w.e.f 01-10-2019) | | | | 2.5% | 1 |
|  | Chapter |  |  |
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|  | **ANNEXURE 1** |
|  |  |
| **Condition** | **Conditions** |
| **No.** |  |

1. If,-
   1. the goods are supplied to,-
      1. the Oil and Natural Gas Corporation or Oil India Limited (hereinafter referred to as the “licensee”) or a sub-contractor of the licensee and in each case in connection with petroleum operations to be undertaken under petroleum exploration licenses or mining leases, as the case may be, granted by the Government of India or any State Government on nomination basis; or
      2. an Indian Company or Companies, a Foreign Company or Companies, or a consortium of an Indian Company or Companies and a Foreign Company or Companies (hereinafter referred to as the “contractor”) or a sub-contractor of the contractor and in each case in connection with petroleum operations to be undertaken under a contract with the Government of India; or
      3. an Indian Company or Companies, a Foreign Company or Companies, or a consortium of an Indian Company or Companies and a Foreign Company or Companies (hereinafter referred to as the “contractor”) or a sub-contractor of such Company or Companies or such consortium and in each case in connection with petroleum operations or coal bed methane operations, as the case may be, to be undertaken under a contract signed with the Government of India, on or after the 1st day of April,1998, under the New Exploration Licensing Policy, or on or after the 1st day of April 2001 in terms of the Coal Bed Methane Policy, or on or after the 14th day of October, 2015 in terms of the Marginal Field Policy, as the case may be;
   2. where the recipient of outward supply of goods,-
      1. is a licensee, he produces to the Deputy Commissioner of Central tax or the Assistant Commissioner of Central tax or the Deputy Commissioner of State tax or the Assistant Commissioner of State tax, as the case may be, having jurisdiction over the supplier of goods, at the time of outward supply of goods, the following, namely, a certificate from a duly authorised officer of the Directorate General of Hydro Carbons in the Ministry of Petroleum and Natural Gas, Government of India, to the effect that the goods are required for petroleum operations referred to in sub-clause (i) of clause (a);
      2. is a contractor, he produces to the Deputy Commissioner of Central tax or the Assistant Commissioner of Central tax or the Deputy Commissioner of State tax or the Assistant Commissioner of State tax, as the case may be, having jurisdiction over the supplier of goods, at the time of outward supply of goods, a certificate from a duly authorised officer of the Directorate General of Hydro Carbons in the Ministry of Petroleum and Natural Gas, Government of India, to the effect that the goods are required for
         1. petroleum operations referred to in sub-clause (ii) of clause

(a) under the contract referred to in that sub-clause, or

* + 1. petroleum operations or coal bed methane operations referred to in sub-clause (iii) of clause (a), as the case may be, under a contract signed under the New Exploration Licensing Policy or the Coal Bed Methane Policy or the Marginal Field Policy, as the case may be;

1. where the recipient of outward supply of goods is a sub-contractor, he produces to the Deputy Commissioner of Central tax or the Assistant Commissioner of Central tax or the Deputy Commissioner of State tax or the Assistant Commissioner of State tax, as the case may be, having jurisdiction over the supplier of goods, at the time of outward supply, the following, namely :-
   1. a certificate from a duly authorised officer of the Directorate General of Hydro Carbons in the Ministry of Petroleum and Natural Gas, Government of India, to the effect that the goods are required for :-
      1. petroleum operations referred to in sub-clause (i) of clause
         1. under the licenses or mining leases, as the case may be, referred to in that sub-clause and containing the name of such sub-contractor, or
      2. petroleum operations referred to in sub-clause (ii) of clause
         1. under the contract referred to in that sub-clause and containing, the name of such sub- contractor, or
      3. petroleum operations or coal bed methane operations, as the case may be, referred to in sub- clause (iii) of clause (a) under a contract signed under the New Exploration Licensing Policy or the Coal Bed Methane Policy or the

Marginal Field Policy, as the case may be, and containing the name of such sub-contractor;

* 1. an affidavit to the effect that such sub-contractor is a bonafide sub-contractor of the licensee or lessee or contractor, as the case may be;
  2. an undertaking from such licensee or lessee or contractor, as the case may be, binding him to pay any tax, fine or penalty that may become payable, if any of the conditions of this entry are not complied with by such sub-contractor or licensee or lessee or contractor, as the case may be;

1. where the goods so supplied to the licensee or a sub-contractor of the licensee, or the contractor or a sub-contractor of the contractor are sought to be transferred to another sub-contractor of the licensee or another licensee or a sub- contractor of such licensee, or another sub-contractor of the contractor or another contractor or a subcontractor of such contractor (hereinafter referred to as the “transferee”), such transferee produces to the Deputy Commissioner of Central tax or the Assistant Commissioner of Central tax or the Deputy Commissioner of State tax or the Assistant Commissioner of State tax, as the case may be, having jurisdiction over such transferee, at the time of such transfer, the following, namely:-
   1. a certificate from a duly authorised officer of the Directorate General of Hydro Carbons in the Ministry of Petroleum and Natural Gas, Government of India, to the effect that the said goods may be transferred in the name of the transferee and that the said goods are

required for petroleum operations to be undertaken under :-

* + 1. petroleum exploration or mining leases referred to in sub-clause

(i) of clause (a), or

* + 1. petroleum operations to be undertaken under a contract referred to in sub-clause (ii) of clause (a), or
    2. petroleum operations or coal bed methane operations, as the case may be, to be undertaken under a contract referred to in sub-clause (iii) of clause (a)
  1. undertaking from the transferee to comply with all the conditions of this entry, including that he shall pay tax, fine or penalty that may become payable, if any of the conditions of this entry are not complied with by himself, where he is the licensee/ contractor or by the licensee/ contractor of the transferee where such transferee is a sub-contractor;
  2. a certificate,-
     1. in the case of a petroleum exploration license or mining lease, as the case may be, granted by the Government of India or any State Government on nomination basis, that no foreign exchange remittance is made for the transfer of such goods undertaken by the transferee on behalf of the licensee or lessee, as the case may be;
     2. in the case of a contract entered into by the Government of India and a Foreign Company or Companies or, the Government of India and a consortium of an Indian Company or Companies and a Foreign Company or Companies, that no foreign exchange remittance is made for the transfer of such goods undertaken by the transferee on behalf of the Foreign Company or Companies, as the case may be:

Provided that nothing contained in this sub-clause shall apply if such transferee is an Indian Company or Companies.

1. where the goods so supplied are sought to be disposed of, the recipient of outward supply or the transferee, as the case may be, may pay the tax which would have been payable but for the exemption contained herein, on the depreciated value of such goods subject to the condition that the recipient of outward supply or the transferee, as the case may be, produces before the Deputy Commissioner of Central tax or the Assistant Commissioner of Central tax or the Deputy Commissioner of State tax or the Assistant Commissioner of State tax, as the case may be, having jurisdiction over the supplier of goods, a certificate from a duly authorised officer of the Directorate General of Hydro Carbons in the Ministry of Petroleum and Natural Gas, Government of India, to the effect that the said goods are no longer required for the petroleum operations or coal bed methane operations, and the depreciated value of the goods shall be equal to the original value of the goods at the time of import reduced by the percentage points calculated by straight line method as specified below for each quarter of a year or part thereof from the date of clearance of the goods, namely:-
   1. for each quarter in the first year at the rate of 4 per cent.;
   2. for each quarter in the second year at the rate of 3 per cent.;
   3. for each quarter in the third year at the rate of 2.5 per cent.; and

1. for each quarter in the fourth year and subsequent years at the rate of 2 per cent.,

subject to the maximum of 70 per cent.

\*[ **Provided** that where the said goods so supplied are sought to be disposed of in non-serviceable form, after mutilation, the recipient of outward supply or the transferee, as the case may be, may at his option, pay the tax at the rate of 9 per cent. on transaction value of such goods subject to the condition that the recipient of outward supply or the transferee, as the case may be, produces before the Deputy Commissioner of Central tax or the Assistant Commissioner of Central tax or the Deputy Commissioner of State tax or the Assistant Commissioner of State tax, as the case may be, having jurisdiction over the supplier of goods, a certificate from a duly authorised officer of the Directorate General of Hydro Carbons in the Ministry of Petroleum and Natural Gas, Government of India, to the effect that the said goods are non-serviceable and have been mutilated before disposal.]

(\* Inserted vide Notification No. 16/2019, dated 30-09-2019 w.e.f 01-10-2019)

List

[See S.No.1 of the Table]

1. Land Seismic Survey Equipment and accessories, requisite vehicles including those for

carrying the equipment, seismic survey vessels, global positioning system and accessories, and other materials required for seismic work or other types of Geophysical and Geochemical surveys for onshore and offshore activities.

1. All types of drilling rigs, jackup rigs, submersible rigs, semi-submersible rigs, drill

ships, drilling barges, shot-hole drilling rigs, mobile rigs, workover rigs consisting of various equipment and other drilling equipment required for drilling operations, snubbing units, hydraulic workover units, self-elevating workover platforms, Remote Operated Vessel (ROV).

1. Helicopters including assemblies/parts.
2. All types of marine vessels to support petroleum operations including work boats, barges, crew boats, tugs, anchor handling vessels, lay barges and supply boats, marine ship equipment including water maker, DP system and Diving system.
3. All types of equipment/ units for specialised services like diving, cementing, logging, casing repair, production testing, simulation and mud services, oil field

related lab equipment, reservoir engineering, geological equipment, directional drilling, stimulation, Coil Tubing units, Drill Stem Testing (DST), data acquisition and processing, solids control, fishing (as related to downhole retrieval in oil field operations or coal bed methane operations), well control, blowout prevention(BOP), pipe inspection including Non Destructive Testing, coring, gravel pack, well completion and workover for oil/gas/CBM wells including wireline and downhole equipment.

1. All types of casing pipes, drill pipes, production tubing, pup joints, connections, coupling, kelly, cross overs and swages, Drive Pipes.
2. All types of drilling bits, including nozzles, breakers and related tools.
3. All types of oil field chemicals or coal bed methane chemicals including synthetic products used in petroleum or coal bed methane operations, oil well cement and cement additives, required for drilling, production and transportation of oil or gas.
4. Process, production and well platforms/ installation for oil, gas or CBM and water injection including items forming part of the platforms/ installation and equipment required like process equipment, turbines, pumps, generators, compressors, primemovers, water makers, filters and filtering equipment, telemetery, telecommunication, tele-control and other material required for platforms/ installations.
5. Line pipes for flow lines and trunk pipelines including weight-coating and wrapping.
6. Derrick barges, Mobile and stationary cranes, trenchers, pipelay barges, cargo barges and the like required in the construction/ installation of platforms and laying of pipelines.
7. Single buoy mooring systems, mooring ropes, fittings like chains, shackles, couplings marine hoses and oil tankers to be used for oil storage and connected equipment, Tanks used for storage of oil, condensate, coal bed methane, water, mud, chemicals and related materials.
8. All types of fully equipped vessels and other units /equipment required for pollution control, fire prevention, fire fighting, safety items like Survival Craft, Life Raft, fire and gas detection equipment, including H2S monitoring equipment.
9. Mobile and skid mounted pipe laying, pipe testing and pipe inspection equipment.
10. All types of valves including high pressure valves.
11. Communication equipment required for petroleum or coal bed methane operations including synthesized VHF Aero and VHF multi channel sets/ VHF marine multi channel sets.
12. Non-directional radio beacons, intrinsically safe walkie-talkies, directional finders, EPIRV, electronic individual security devices including electronic access control system.
13. Specialized antenna system, simplex telex over radio terminals, channel micro wave systems, test and measurement equipment.
14. X-band radar transponders, area surveillance system.
15. Common depth point (CDP) cable, logging cable, connectors, geo-phone strings, perforation equipment and explosives
16. Wellhead and Christmas trees, including valves, chokes, heads spools, hangers and actuators, flexible connections like chicksons and high pressure hoses, shut down panels.
17. Cathodic Protection Systems including anodes.
18. Technical drawings, maps, literature, data tapes, Operational and Maintenance Manuals required for petroleum or coal bed methane operations.
19. Sub-assemblies, tools, accessories, stores, spares, materials, supplies, consumables for running, repairing or maintenance of the goods specified in this List.

*Explanation*.1

1. In this notification, “tariff item”, “sub-heading” “heading” and “Chapter” shall mean respectively a tariff item, heading, sub-heading and Chapter as specified in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975).
2. The rules for the interpretation of the First Schedule to the said Customs Tariff Act, 1975, including the Section and Chapter Notes and the General Explanatory Notes of the First Schedule shall, so far as may be, apply to the interpretation of this notification.

(\* Amended vide Notification No. 16/2019, dated 30-09-2019 w.e.f 01-10-2019)

**Notification No. 37/2017-Central Tax (Rate), Dt.13th October, 2017**

# TABLE

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Sl.**  **No.** | **Chapter, Heading, Sub- heading or Tariff item** | **Description of Goods** | **Rate** | **Condition No.** |
| **(1)** | **(2)** | **(3)** | **(4)** | **(5)** |
| 1. | 87 | Motor Vehicles | 65% of central tax applicable otherwise on such goods under Notification No. 1/2017-Central Tax (Rate) dated, 28th June, 2017 published in the Gazette of India, Extraordinary, Part II, Section 3,  Sub Section (i), vide G.S.R. 673 (E) dated the 28th June, 2017. | 1 |
| 2. | 87 | Motor Vehicles | 65% of central tax applicable otherwise on such goods under Notification No. 1/2017-Central Tax (Rate) dated, 28th June, 2017 published in the Gazette of India, Extraordinary, Part II, Section 3, Sub Section (i), vide G.S.R. 673 (E)  dated the 28th June, 2017. | 2 |

2. Provided that nothing contained in this notification shall apply on or after1st July, 2020.

*Explanation –*For the purposes of this notification, -

1. “Tariff item”, “sub-heading” “heading” and “Chapter” shall mean respectively a tariff item, heading, sub-heading and Chapter as specified in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975).
2. The rules for the interpretation of the First Schedule to the said Customs Tariff Act, 1975, including the Section and Chapter Notes and the General Explanatory Notes of the First Schedule shall, so far as may be, apply to the interpretation of this notification.

# ANNEXURE

|  |  |
| --- | --- |
| **Condition No.** | **Condition** |
| 1. | The Motor Vehicles was purchased by the lesser prior to 1st July, 2017 and supplied on lease before 1st July, 2017 |
| 2. | 1. The supplier of Motor Vehicle is a registered person. 2. Such supplier had purchased the Motor Vehicle prior to 1st July, 2017 and has not availed input tax credit of central excise duty, Value Added Tax or any other taxes paid on such vehicles |

**Notification No. 39/2017-Central Tax (Rate), Dt. 18th October, 2017**

Table

|  |  |  |  |
| --- | --- | --- | --- |
| **Sl. No**  **.** | **Tariff item, sub- heading, heading or Chapter** | **Description of Goods** | **Condition** |
| **(1)** | **(2)** | **(3)** | **(4)** |
| 1. | 19 or 21 | Food preparations put up in unit containers and intended for free distribution to economically weaker sections of the society under a  programme duly approved by the Central Government or  any State Government. | When the supplier of such food preparations produces a certificate from an officer not below the rank of the Deputy Secretary to the Government of India or the Deputy Secretary to the State Government or the Deputy Secretary in the Union Territory concerned to the effect that such food preparations have been distributed free to the economically weaker sections of the society under a programme duly approved by the Central Government or the State Government concerned, within a period of five months from the date of supply of such goods or within such further period as the jurisdictional commissioner of the Central tax or jurisdictional commissioner of the State tax, or jurisdictional officer of the Union Territory Tax as the case maybe, may allow in this regard. |

*Explanation. –*

1. In this notification, “tariff item”, “sub-heading” “heading” and “Chapter” shall mean respectively a tariff item, heading, sub-heading and Chapter as specified in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975).
2. The rules for the interpretation of the First Schedule to the said Customs Tariff Act, 1975, including the Section and Chapter Notes and the General Explanatory Notes of the First Schedule shall, so far as may be, apply to the interpretation of this notification.

Conditions for Claiming Concessional rate of 0.05% on all taxable goods by a registered supplier to a registered recipient for export

* + 1. the registered supplier shall supply the goods to the registered recipient on a tax invoice;
    2. the registered recipient shall export the said goods within a period of ninety days from the date of issue of a tax invoice by the registered supplier;
    3. the registered recipient shall indicate the Goods and Services Tax Identification Number of the registered supplier and the tax invoice number issued by the registered supplier in respect of the said goods in the shipping bill or bill of export, as the case may be;
    4. the registered recipient shall be registered with an Export Promotion Council or a Commodity Board recognised by the Department of Commerce;
    5. the registered recipient shall place an order on registered supplier for procuring goods at concessional rate and a copy of the same shall also be provided to the jurisdictional tax officer of the registered supplier;
    6. the registered recipient shall move the said goods from place of registered supplier –
       1. directly to the Port, Inland Container Deport, Airport or Land Customs Station from where the said goods are to be exported; or
       2. directly to a registered warehouse from where the said goods shall be move to the Port, Inland Container Deport, Airport or Land Customs Station from where the said goods are to be exported;
    7. if the registered recipient intends to aggregate supplies from multiple registered suppliers and then export, the goods from each registered supplier shall move to a registered warehouse and after aggregation, the registered recipient shall move goods to the Port, Inland Container Deport, Airport or Land Customs Station from where they shall be exported;
    8. in case of situation referred to in condition (vii), the registered recipient shall endorse receipt of goods on the tax invoice and also obtain acknowledgement of receipt of goods in the registered warehouse from the warehouse operator and the endorsed tax invoice and the acknowledgment of the warehouse operator shall be provided to the registered supplier as well as to the jurisdictional tax officer of such supplier; and
    9. when goods have been exported, the registered recipient shall provide copy of shipping bill or bill of export containing details of Goods and Services Tax Identification Number (GSTIN) and tax invoice of the registered supplier along with proof of export general manifest or export report having been filed to the registered supplier as well as jurisdictional tax officer of such supplier.

1. The registered supplier shall not be eligible for the above mentioned exemption if the registered recipient fails to export the said goods within a period of ninety days from the date of issue of tax invoice

**Vide Notification No. 45/2017 Dt 14/11/2017 concessional rate of 5% on following taxable goods when supplied to the specified institutions on specified conditions:**

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| --- | --- | --- | --- |
| **S.**  **No.** | **Name of the Institutions** | **Description of the goods** | **Conditions** |
| (1) | (2) | (3) | (4) |
| 1. | # [~~Public funded research institution other than a hospital or a University or an Indian Institute of Technology or Indian Institute of Science, Bangalore or a National Institute Technology/ Regional Engineering College~~  Public funded research institution or a University or an Indian Institute of Technology or Indian Institute of Science, Bangalore or a Regional Engineering College, other than a hospital]  (# substituted by Notf. No. 9/2018 Dt. 25/01/2018) | 1. Scientific and technical instruments, apparatus,   equipment (including computers);   1. accessories, parts, consumables and live animals (experimental purpose); 2. computer software, Compact Disc-Read Only Memory (CD-ROM), recorded magnetic tapes, microfilms, microfiches; (d)Prototypes, the aggregate value of prototypes received by an institution does not exceed fifty thousand rupees in financial year. | (i) The goods are supplied to or for –   1. a public funded research institution under the administrative control of the Department of Space or Department of Atomic Energy or the Defence Research Development Organisation of the Government of India and such institution produces a certificate to that effect from an officer not below the rank of the Deputy Secretary to the Government of India or the Deputy Secretary to the State Government or the Deputy Secretary in the Union Territory in the concerned department to the supplier at the time of supply of the specified goods; or 2. an institution registered with the Government of India in the Department of Scientific and #[industrial] Research and such institution produces a certificate from an officer not below the rank of the Deputy Secretary to the Government of India or the Deputy Secretary to the State Government or the Deputy Secretary in the Union territory in concerned department to the supplier at the time of supply of the specified goods; 3. The institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution, in each case, certifying that the said goods are required for research purposes only; |
|  |  |  | 1. In the case of supply of live animals for experimental purposes, the institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution that the live animals are required for research purposes and enclose a no objection certificate issued by the Committee for the Purpose   of Control and Supervision of Experiments on Animals. |
| 2. | Research institution, other than a hospital | 1. Scientific and technical instruments, apparatus,   equipment (including computers);   1. accessories, parts, consumables and live animals (experimental purpose); 2. computer software, Compact Disc-Read Only Memory (CD-ROM), recorded magnetic tapes, microfilms, microfiches; 3. Prototypes, the aggregate value of prototypes received by an institution does not exceed fifty thousand rupees in a financial year. | 1. The institution is registered with the Government of India in the Department of Scientific and #[industrial] Research, which-    1. produces, at the time of supply, a certificate to the supplier from the head of the institution, in each case, certifying that the said goods are essential for research purposes and will be used for stated purpose only;    2. in the case of supply of live animals for experimental purposes, the institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution that   the live animals are required for research purposes and enclose a no objection certificate issued by the Committee for the Purpose of Control and Supervision of Experiments on Animals.  (2) The goods falling under (1) above shall not be transferred or sold by the institution for a period of five years from the date of installation. |

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| 3. | Departments and laboratories of the Central Government and State Governments, other than a hospital | 1. Scientific and technical instruments, apparatus,   equipment (including computers);   1. accessories, parts, consumables and live animals (experimental purpose); 2. Computer software, Compact Disc-Read Only Memory(CD-ROM),   recorded magnetic tapes, microfilms, microfiches;   1. Prototypes, the aggregate value of prototypes received by an institution does not exceed fifty thousand rupees in a financial year. | 1. The institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution, in each case, certifying that the said goods are required for research purposes only; 2. in the case of supply of live animals for experimental purposes, the institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution that the live animals are required for research purposes and enclose a no objection certificate issued by the Committee for the Purpose   of Control and Supervision of Experiments on Animals. |
| 4. | Regional Cancer Centre (Cancer Institute) | 1. Scientific and technical instruments, apparatus,   equipment (including computers);   1. accessories, parts, consumables and live animals (experimental purpose); 2. Computer software, Compact Disc-Read Only Memory(CD-ROM),   recorded magnetic tapes, microfilms, microfiches. | 1. The goods are supplied to the Regional Cancer Centre registered with the Government of India, in the Department of Scientific and #[industrial] Research and such institution produces a certificate from an officer not below the rank of the Deputy Secretary to the Government of India or the Deputy Secretary to the State Government or the Deputy Secretary in the Union territory in concerned department to the supplier at the time of supply of the specified goods; 2. the institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution, in each case, certifying that the said goods are   required for research purposes  only;  (iii) in case of supply of live animals for experimental purposes, the institution produces, at the time of supply, a certificate to the supplier from the Head of the Institution that the live animals are required for research purposes and enclose a no objection certificate issued by the Committee for the Purpose of Control and Supervision of  Experiments on Animals. |

*Explanation1. -* For the purposes of this notification, the expression, -

1. "Public funded research institution" means a research institution in the case of which not less than fifty per-cent. of the recurring expenditure is met by the Central Government or the Government of any State or the administration of any Union territory;
2. "University" means a University established or incorporated by or under a Central, State or Provincial Act and includes -
   1. an institution declared under section 3 of the University Grants Commission Act, 1956 (3 of 1956) to be a deemed University for the purposes of this Act;
   2. an institution declared by Parliament by law to be an institution of national importance;
   3. a college maintained by, or affiliated to, a University;
3. "Head" means -
   1. in relation to an institution, the Director thereof (by whatever name called);
   2. in relation to a University, the Registrar thereof (by whatever name called);
   3. in relation to a college, the Principal thereof (by whatever name called);
4. "hospital" includes any Institution, Centre, Trust, Society, Association, Laboratory, Clinic or Maternity Home which renders medical, surgical or diagnostic treatment.

#[ *Explanation* 2. - For the the purposes of this notification, exemption would be in line with the notification of the Government of India, in the Ministry of Finance (Department of Revenue), No. 51/96- Customs, dated the 23rd July, 1996, published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i), vide number G.S.R. 303(E), dated the 23rd July, 1996 and is applicable with effect from the 15th November, 2017]

(#inserted by Notf. No. 9/2018 Dt. 25/01/2018)

2. This notification (45/2017) shall come into force with effect from the 15th day of November, 2017.

**Vide Notification No. 8/2018 Dt 25/01/2018 concessional rate as specified in the table on following taxable goods is being granted**

|  |  |  |  |
| --- | --- | --- | --- |
| **S. No.** | **Chapter, Heading, Sub- heading or**  **Tariff item** | **Description of Goods** | **Rate** |
| **(1)** | **(2)** | **(3)** | **(4)** |
| 1. | 8703 | Old and used, petrol Liquefied petroleum gases (LPG) or compressed natural gas (CNG) driven motor vehicles of engine capacity of 1200 cc or more and of length of 4000 mm or more.  Explanation. - For the purposes of this entry, the specification of the motor vehicle shall be determined as per the Motor Vehicles Act, 1988 (59 of 1988) and the rules made there under. | 9% |
| 2. | 8703 | Old and used, diesel driven motor vehicles of engine capacity of 1500 cc or more and of length of 4000 mm  Explanation. - For the purposes of this entry, the specification of the motor vehicle shall be determined as per the Motor Vehicles Act, 1988 (59 of 1988) and the rules made there under. | 9% |
| 3 | 8703 | Old and used motor vehicles of engine capacity exceeding 1500 cc, popularly known as Sports Utility Vehicles (SUVs) including utility vehicles.  Explanation. - For the purposes of this entry, SUV includes a motor vehicle of length exceeding 4000 mm and having ground clearance of 170 mm. and above. | 9% |
| 4. | 87 | All Old and used Vehicles other than those mentioned from S. No. 1 to S.No.3 | 6% |

*Explanation –*For the purposes of this notification (8/2018), -

* + - 1. in case of a registered person who has claimed depreciation under section 32 of the Income-Tax Act,1961(43 of 1961) on the said goods, the value that represents the margin of the supplier shall be the difference between the consideration received for supply of such goods and the depreciated value of such goods on the date of supply, and where the margin of such supply is negative, it shall be ignored; and
      2. in any other case, the value that represents the margin of supplier shall be, the difference between the selling price and the purchase price and where such margin is negative, it shall be ignored.

2. This notification shall not apply, if the supplier of such goods has availed input tax credit as defined in clause (63) of section 2 of the Central Goods and Services Tax Act, 2017, CENVAT as defined in CENVAT Credit Rules, 2004 or the input tax credit of Value Added Tax or any other taxes paid, on such goods.

**Vide Notification No. 21/2018 dated 26-07-2018 w.e.f. 27-07-2018, concessional rate of tax is granted as mentioned in the below table for handicraft goods.**

*Explanation* - For the purpose of this notification (21/2018), the expression “handicraft goods” means – Goods predominantly made by hand even though some tools or machinery may also have been used in the process; such goods are graced with visual appeal in the nature of ornamentation or in-lay work or some similar work of a substantial nature; possess distinctive features, which can be aesthetic, artistic, ethnic or culturally attached and are amply different from mechanically produced goods of similar utility

|  |  |  |  |
| --- | --- | --- | --- |
| **S.No.** | **Chapter, Heading, Subheading or Tariff item** | **Description of Goods** | **Rate** |
| (1) | (2) | (3) | (4) |
| 1. | 3406 | Handcrafted candles | 6 % |
| 2. | 4202 22,  4202 29,  4202 31 10,  4202 31 90,  4202 32,  4202 39 | Handbags including pouches and purses; jewellery box | 6 % |
| 3. | 4416,  4421 99 90 | Carved wood products, art ware/decorative articles of wood (including inlay work, casks,  barrel, vats) | 6 % |
| 4. | 4414 00 00 | Wooden frames for painting, photographs,  mirrors etc | 6 % |
| 5. | 4420 | Statuettes & other ornaments of wood, wood marquetry & inlaid, jewellery box, wood lathe and lacquer work [including lathe and lacquer  work, ambadi sisal craft] | 6 % |
| 6. | 4503 90 90  4504 90 | Art ware of cork [including articles of sholapith] | 6 % |

|  |  |  |  |
| --- | --- | --- | --- |
| 7. | 4601 and 4602 | Mats, matting and screens of vegetable material, basketwork, wickerwork and other articles of vegetable materials or other plaiting material, articles of loofah (including of bamboo, rattan, canes and other natural fibres, dry flowers (naturally dried), articles thereof, ringal, raambaan article, shola items, Kouna/chumthang (water reeds) crafts, articles of Water hyacinth,  korai mat] | 2.5 % |
| 8. | 4823 | Articles made of paper mache | 2.5 % |
| 9. | 5607, 5609 | Coir articles | 2.5 % |
| 10. | 5609 00 20,  5609 00 90 | Toran, Doorway Decoration made from cotton  yarn or woollen yarn and aabhala (mirror) with or without hanging flaps | 2.5% |
| 11. | 57 | Handmade carpets and other handmade textile  floor coverings (including namda/gabba) | 2.5 % |
| 12. | 5804 30 00 | Handmade lace | 2.5 % |
| 13. | 5805 | Hand-woven tapestries | 2.5 % |
| 14. | 5808 10 | Hand-made braids and ornamental trimming in  the piece | 2.5 % |
| 15. | 5810 | Hand embroidered articles | 2.5 % |
| 16. | 6117, 6214 | Handmade/hand embroidered shawls of sale  value not exceeding Rs. 1000 per piece | 2.5 % |
| 17. | 6117, 6214 | Handmade/hand embroidered shawls of sale  value exceeding Rs. 1000 per piece | 6 % |
| 18. | 6802 | Carved stone products (e.g., statues, statuettes, figures of animals, writing sets, ashtray, candle  stand) | 6 % |
| 19. | 6815 99 90 | Stone art ware, stone inlay work | 6 % |
| 20. | 6912 00 10  6912 00 20 | Tableware and kitchenware of clay and terracotta,  other clay articles | 6% |
| 21. | 6913 90 00 | Statuettes & other ornamental ceramic articles  (incl blue potteries) | 6 % |
| 22. | 7009 92 00 | Ornamental framed mirrors | 6 % |
| 23. | 7018 10 | Bangles, beads and small ware | 2.5 % |
| 24. | 7018 90 10 | Glass statues [other than those of crystal] | 6 % |
| 25. | 7020 00 90 | Glass art ware [ incl. pots, jars, votive, cask, cake  cover, tulip bottle, vase ] | 6 % |
| 26. | 7113 11 10 | Silver filigree work | 1.5 % |
| 27. | 7117 | Handmade imitation jewellery (including natural  seeds, beads jewelry, cardamom garland) | 1.5 % |
| 28. | 7326 90 99 | Art ware of iron | 6 % |
| 29. | 7419 99 | Art ware of brass, copper/ copper alloys, electro  plated with nickel/silver | 6 % |
| 30. | 7616 99 90 | Aluminium art ware | 6 % |
| 31. | 8306 | Bells, gongs and like, non-electric, of base metal; statuettes, and other ornaments, of base metal; photograph, picture or similar frames, of base metal; mirrors of base metal; (including  Bidriware, Panchloga artware, idol, Swamimalai bronze icons, dhokra jaali) | 6 % |

|  |  |  |  |
| --- | --- | --- | --- |
| 32. | 9405 10 | Handcrafted lamps (including panchloga lamp) | 6 % |
| 33. | 9401 50,  9403 80 | Furniture of bamboo, rattan and cane | 6 % |
| 34. | 9503 | Dolls or other toys made of wood or metal or textile material [incl wooden toys of sawantwadi,  Channapatna toys, Thanjavur doll) | 6 % |
| 35. | 9504 | Ganjifa card | 6 % |
| 36. | 9601 | Worked articles of ivory, bone, tortoise shell, horn, antlers, coral, mother of pearl, seashell  other animal carving material | 6 % |
| 37. | 9602 | Worked vegetable or mineral carving, articles thereof, articles of wax, of stearin, of natural gums or natural resins or of modelling pastes etc,  (including articles of lac, shellac) | 6 % |
| 38. | 9701 | Hand paintings drawings and pastels (incl Mysore painting, Rajasthan painting, Tanjore  painting, Palm leaf painting, basoli etc) | 6 % |
| 39. | 9703 | Original sculptures and statuary, in metal, stone  or any other material | 6 % |

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| **Notification No. 26/2018- Central Tax (Rate) , Dt. 31st December, 2018**  G.S.R......(E).- In exercise of the powers conferred by sub-section (1) of section 11 of the Central Goods and Services Tax Act, 2017 (12 of 2017), the Central Government, on being satisfied that it is necessary in the public interest so to do, on the recommendations of the Council, hereby **exempts the intra-State supply of ~~gold~~ \*[gold, silver or platinum]falling in ~~heading 7108~~ \*[Chapter 71] of the First Schedule to the Customs Tariff Act, 1975 (51 of 1975)**, when supplied by Nominated Agency under the scheme for "Export Against Supply by Nominated Agency" as referred to in paragraph 4.41 of the Foreign Trade Policy, read with relevant provisions of Chapter 4 of Handbook of Procedures, to a registered person (herein referred to as “recipient”), from the whole of the central tax leviable thereon, under section 9 of the Central Goods and Services Tax Act, 2017, subject to following conditions, namely:-  (i) the Nominated Agency and the recipient shall follow the conditions and observe the procedures as specified in the Foreign Trade Policy read with Handbook of Procedures;  (ii) the recipient shall export the jewellery made out of such ~~gold~~ \*[gold, silver or platinum] within a period of 90 (ninety) days from the date of supply of ~~gold~~ \*[gold, silver or platinum] to such recipient and shall provide copy of shipping bill or bill of export containing details of Goods and Services Tax Identification Number (GSTIN) along with the invoice for exports to the Nominated Agency within a period of 120 (one hundred and twenty) days from the date of supply by the Nominated Agency;  (iii) wherever such proof of export is not produced within the period mentioned in condition (ii), the Nominated Agency shall pay the amount of central tax payable on the quantity of ~~gold~~ \*[gold, silver or platinum] not exported, along with interest from the date when the said tax on such supply was payable, but for the exemption.  Explanation. - For the purpose of this notification, -  (a) "Foreign Trade Policy " means the Foreign Trade Policy, 2015-2020, notified by the Government of India in the Ministry of Commerce and Industry *vide* notification No.41/2015-2020, dated the 5th December, 2017, published in the Gazette of India, Extraordinary, Part-II, Section 3, Sub-Section (ii) *vide* S.O. 3813, dated the 5th December, 2017;  (b) "Handbook of Procedures" means the Handbook of Procedure, notified by the Government of India in the Ministry of Commerce and Industry *vide* Public Notice No. 43/2015-2020, dated the 5th December 2017, published in the Gazette of India, Extraordinary, Part-I, Section 1, *vide* F. No. 01/94/180/333/AM 15/PC, dated the 5th December 2017;  (c) "Nominated Agency" means entities mentioned in List 34 of Notification No. 50/2017-Customs, dated the 30th June 2017 published Gazette of India, Extraordinary, Part-II, Section 3 sub-section (i),*vide*, number G. S. R. 785 (E), dated the 30th June, 2017;  ~~(d) “Heading” means heading as specified in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975).~~  \*[(d) “Chapter” means heading as specified in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975).]  (\* Substituted vide Notification No. 17/2019, dated 30-09-2019 w.e.f 01-10-2019) |

(\* Amended vide Notification No. 17/2019, dated 30-09-2019 w.e.f 01-10-2019)

**Notification No. 2/2019-Central Tax (Rate), Dt. 7th March, 2019**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| |  | | --- | | Description of supply | |  | | |  | | --- | | Rate  (per cent.) | |  | | |  | | --- | | Conditions | |  | |
| (1) | (2) | (3) |
| |  | | --- | | First supplies of goods or services or both upto an aggregate turnover of fifty lakh rupees made on or after the 1st day of April in any financial year, by a registered person. | | 3 | |  | | --- | | 1.Supplies are made by a registered person, -  (i) whose aggregate turnover in the preceding financial year was fifty lakh rupees or below;  (ii) who is not eligible to pay tax under sub-section (1) of section 10 of the said Act;  (iii) who is not engaged in making any supply which is not leviable to tax under the said Act;  (iv) who is not engaged in making any inter-State outward supply;  (v) who is neither a casual taxable person nor a non-resident taxable person;  (vi) who is not engaged in making any supply through an electronic commerce operator who is required to collect tax at source under section 52; and  (vii) who is not engaged in making supplies of the goods, the description of which is specified in column (3) of the Annexure below and falling under the tariff item, sub-heading, heading or Chapter, as the case may be, as specified in the corresponding entry in column (2) of the said annexure. |  |  | | --- | | 2.Where more than one registered persons are having  the same Permanent Account Number, issued under the Income Tax Act, 1961(43 of 1961), central tax on supplies by all such registered persons is paid at the rate specified in column (2) under this notification.  3. The registered person shall not collect any tax from the recipient on supplies made by him nor shall he be entitled to any credit of input tax.  4. The registered person shall issue, instead of tax invoice, a bill of supply as referred to in clause (c) of sub-section (3) of section 31 of the said Act with particulars as prescribed in rule 49 of Central Goods and Services Tax Rules.  5. The registered person shall mention the following words at the top of the bill of supply, namely: - ‘taxable person paying tax in terms ofnotification No. 2/2019-Central Tax (Rate) dated 07.03.2019, not eligible to collect tax on supplies’.  6. The registered person opting to pay central tax at the rate of three percent under this notification shall be liable to pay central tax at the rate of three percent on all outward supplies specified in column (1) notwithstanding any other notification issued under sub-section (1) of section 9 or under section 11 of said Act.  7. The registered person opting to pay central tax at the rate of three percent under this notification shall be liable to pay central tax on inward supplies on which he is liable to pay tax under sub-section (3) or, as the case may be, under sub-section (4) of section 9 of said Act at the applicable rates.  \*[8. Where any registered person who has availed of input tax credit opts to pay tax under this notification, he shall pay an amount, by way of debit in the electronic credit ledger or electronic cash ledger, equivalent to the credit of input tax in respect of inputs held in stock and inputs contained in semi-finished or finished goods held in stock and on capital goods as if the supply made under this notification attracts the provisions of section 18(4) of the said Act and the rules made there-under and after payment of such amount, the balance of input tax credit, if any, lying in his electronic credit ledger shall lapse.]  (\*Inserted vide Notf. No.9/2019-CTR-Dt.29-03-2019 w.e.f 01-04-2019)  ***Explanation***.-For the purposes of this notification, the expression “first supplies of goods or services or both” shall, for the purposes of determining eligibility of a person to pay tax under this notification, include the supplies from the first day of April of a financial year to the date from which he becomes liable for registration under the said Act but for the purpose of determination of tax payable under this notification  shall not include the supplies from the first day of April of a financial year to the date from which he becomes liable for registration under the Act. | |

ANNEXURE

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| |  |  | | --- | --- | | **Sl. No.** |  | | **Tariff item, sub-heading, heading or Chapter** | |  | | --- | | **Description** | |
| **(1)** | **(2)** | **(3)** |
| 1 | 2105 00 00 | Ice cream and other edible ice, whether or not containing cocoa. |
| 2 | 2106 90 20 | Pan masala |
| \*\*[2A | |  | | --- | | 2202 10 10 | | |  | | --- | | Aerated Water] | |
| 3 | 24 | All goods, i.e. Tobacco and manufactured tobacco substitutes |

2. In computing aggregate turnover in order to determine eligibility of a registered person to pay central tax at the rate of three percent under this notification, value of supply of exempt services by way of extending deposits, loans or advances in so far as the consideration is represented by way of interest or discount, shall not be taken into account.

3. *Explanation.* –For the purpose of this notification, -

(i) “tariff item”, “sub-heading”, “heading” and “chapter” shall mean respectively a tariff item, sub-heading, heading and chapters specified in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975).

(ii) the rules for the interpretation of the First Schedule to the said Customs Tariff Act, 1975 (51 of 1975), including the Section and Chapter Notes and the General Explanatory Notes of the First Schedule shall, so far as may be, apply to the interpretation of this notification.

\*[(iii) the Central Goods and Services Tax Rules, 2017, as applicable to a person paying tax under section 10 of the said Act shall, mutatis mutandis, apply to a person paying tax under this notification.]

(\*Inserted vide Notf. No.9/2019-CTR-Dt.29-03-2019 w.e.f 01-04-2019)

(\*\* Inserted vide Notification No. 18/2019, dated 30-09-2019 w.e.f 01-10-2019)

**Notification No.19/2019-Central Tax (Rate)**

New Delhi, the 30th September, 2019

G.S.R. (E).- In exercise of the powers conferred by sub-section (1) of section 11 of the Central Goods and Services Tax Act, 2017 (12 of 2017), the Central Government, on being satisfied that it is necessary in the public interest so to do, on the recommendations of the Council, hereby exempts, all the goods supplied to the Food and Agricultural Organisation of the United Nations (FAO) for execution of projects listed below in the Annexure, from whole of the Central Tax leviable thereon under section 9 of the said Act, subject to the condition that an officer not below the rank of Deputy Secretary to the Government of India in the Ministry of Ministry of Agriculture and Farmers Welfare certifies, namely:-

(i) the quantity and description of the goods; and

(ii) that the said goods are intended for the purpose of use in execution of said projects.

***ANNEXURE***

(1) Strengthening Capacities for Nutrition-sensitive Agriculture and Food systems,

(2) Green Ag: Transforming Indian Agriculture for Global Environment benefits and the conservation of Critical Biodiversity and Forest landscape.

2. This notification shall come into force on the 1st day of October, 2019.