

Indian Railways

– Input Tax Credit Checklist

Input Tax Credit Utilization-Check List

Sl.No.	Nature of goods / services	ITC Flagging	Utilization ITC (Y/N)	Remarks
1.	Goods procured for capital works such as manufacturing of coaches, wagons, locomotives for sale to IRFC	T4 – full Credit	Y	To be utilized only for discharging GST liability on outward supply of finished goods to IRFC on payment of 5% GST and not to be utilised for discharging GST liability on Goods and Passenger transportation services by respective GSTIN.
2.	Services provided by various contractors for capital works such as manufacturing of coaches, wagons, locomotives for sale to IRFC	T4 – full Credit	Y	No restriction.
3.	Goods procured for use in repairing wagons, coaches, locomotives etc.,	T3-No Credit	N	ITC pertains to these purchases not to be utilised for discharging GST liability on Goods and Passenger transportation services by respective GSTIN.
4.	Services received at workshop in relation to procurement of goods for repair of coaches, wagons, locomotives, etc.,	C2 – Partial Credit	Y	No restriction

Input Tax Credit Availment-Check List

Sl.No.	Nature of goods / services	ITC Flagging	Utilization ITC (Y/N)	Remarks
5.	Services provided by various contractors in relation to repair of wagons, coaches, locomotives, etc.	C2 – Partial Credit	Y	No restriction
6.	Procurement of goods and services for creation of new assets which are in the nature of Immovable Property (other than plant and machinery) like Bridges, Tunnels, Roads, Buildings etc.	T3- No Credit	N	Not to be availed. Respective accounting codes can be mapped as T5 – No credit in order to avoid wrong availment of credit on these line items.
7.	Procurement of goods relating to Plant and Machinery like Railway track, Signalling and Telecommunication equipments, sleepers made of concrete, wooden and iron & steel, lathe machines, cranes.	T3- No Credit	N	Not be utilized for discharging GST liability on Goods and Passenger transportation services by respective GSTIN
8.	Procurement of services relating to Plant and Machinery like Railway track, Signalling and Telecommunication equipments, sleepers made of concrete, wooden and iron & steel, lathe machines, cranes.	C2- Partial Credit	Y	Can be utilized for discharging GST liability on Goods and Passenger transportation services by respective GSTIN

Input Tax Credit Availment-Check List

Sl.No.	Nature of goods / services	ITC Flagging	Utilization ITC (Y/N)	Remarks
9.	Goods Transport Agency services received for both inward and outward transportation of goods used in workshop.	C2- Partial Credit	Y	In this case both the consignor and consignee being Indian Railways, GST on GTA services to be discharged by Consignor IR. If the GTA service provider discharges GST under forward charge (12%), then IR is not liable to pay GST but in any case, tax paid can be availed as credit.
10.	Taxi hire by IR at different locations by the staff / officers for any use.	T3 – No Credit	N	ITC on Rent-a-cab service is covered under the negative list as per Section 17(5) of CGST Act, 2017 and hence no credit is available on this service. Respective accounting codes can be mapped as T3 – No credit in order to avoid wrong availment of credit on these line items.