Principal Chief Commercial Manager,  
All Zonal Railways.  
Principal Financial Advisor,  
All Zonal Railway.

Sub: Applicability of GST on demurrage/wharfage charges in case of transport of GST exempted Goods by Rail.


In partial modification to above referred Board’s letter, it has been decided that in case of transport of GST exempted commodity/ commodities by rail, associated demurrage/wharfage charges shall also not attract GST, so long as the entire rake contains GST exempted commodity/commodities for the purpose of transport by rail. In other words, in case of mixed (GST exempt and non-exempt commodity/commodities) wagon/rake, GST shall continue to be levied as per extant rules on demurrage/wharfage in case of transport of GST exempt goods too with prospective effect, i.e. w.e.f. 29.06.2018.

This has the approval of Associate Accounts Directorate of Ministry of Railways.

(Shilpi Bishnoi)  
Director Traffic Commercial (Rates)  
Railway Board

Copy to: CAO/FOIS- For kind information and necessary action please.  
GM/FOIS/CRIS- For necessary action please.