



**EAST COAST RAILWAY**

**Office of the  
Chief Commercial Manager  
Rail Sadan, Chandrasekharapur,  
Bhubaneswar – 751017**

Commercial Circular No. : 75(GC)/2016

Dt. 31.5.2016

Sub: Levy of Krishi Kalyan Cess on the transportation of Parcel traffic (leased or non-leased parcel traffic) by rail.

Ref: Railway Board FM circular No. 3 of 2016 dt. 31.5.2016

Railway Board Vide letter under reference has informed that Ministry of Finance vide their Notification Nos. 29/ 2016 – Service Tax dt. 26.5.2016 have decided that Krishi Kalyan Cess @ 0.5% shall be levied on the value of all taxable services w.e.f. 01.06.2016

2. Accordingly, following changes shall be made in the commercial circular No. 21 of 2015 dated 13.11.2015 circulated vide this office Commercial Circular No. 123(C) Parcel/ 2015 dt. 13.11.2015:-

“Service Tax” of 14%, and Swachh Bharat Cess of 0.5% and Krishi Kalayn Cess of 0.5% are chargeable on 30% of the total freight equivalent to 4.50% of the total freight of Parcel Traffic (leased or non-leased parcel traffic) by rail. ”

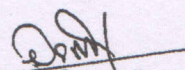
3. The increase in service tax shall be applicable w.e.f. 01.06.2016.

4. Other terms and conditions shall remain the same as per various circulars / Notifications issue on this subject.

5. This issues with the concurrence of Finance Directorate of Ministry of Railways.

All concerned to note and act accordingly.

Authority: Railway Board's letter No. TC-II/2046/2012/3/Service Tax dated: 31.05.2016 (FM Circular No. 3 of 2016).

  
(P. K. Samal)

Dy. Chief Commercial Manager (FS)

No.CCM/443 / Service Tax/ Pt-I

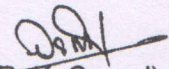
Dt. 31.5.2016

Copy to:- All SMs/Goods Supervisors/ Comml supervisors/siding clerks/Booking Clerk in charges/weigh Bridge clerks.

Copy for information and necessary action to the:-

COM, FA & CAO, CFTM, SDGM, FA & CAO(T), Chairman/RCT, Dy CVO(T), DY CCO, Dy COM(FOIS), PO/RCT, Audit Officer/ECOR/BBS. DRM/KUR, WAT & SBP/ECOR, Sr DOM/KUR, WAT, SBP/ECOR, Sr DCM/KUR, WAT, SBP/ECOR, Traffic manager/Visakhapatnam port trust (VZP), Paradeep port Trust/PRDP

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one pages

  
(P. K. Samal)

Dy. Chief Commercial Manager (FS)