

**EAST COAST RAILWAY**

Office of the  
Chief Commercial Manager  
Bhubaneswar  
Date.20.09.2017

**Commercial Circular No. 150(GC)/2017**

**Sub: Clarification regarding applicability of GST on demurrage/wharfage charge levied against exempted commodities.**

Enclosed please find herewith Director Traffic Commercial (Rates) /Railway Board's letter No. TCR/1078/2017/22 dtd.20.09.2017 regarding "**Clarification regarding applicability of GST on demurrage/wharfage charge levied against exempted commodities**" which is self explanatory for information and necessary action.

All concerned to note and act accordingly.

**Authority:** Railway Board's letter No. TCR/1078/2017/22 dtd.20.09.2017

Encl: As above (01 pages)

  
(H.L. Luwang)

Dy.Chief Commercial Manager (FS)

No.CCM/443/GST/Pt.

Date: 20.09.2017

All Station Managers/ Goods Supervisors/Commercial Supervisors /Siding Clerks / Booking Clerk in Charges / Weigh Bridge Clerks / Clerk in Charges .

**Copy for information and necessary action to the:-**

**COM:** ECoR, **CFTM/ECoR**, **SDGM/ECoR/BBS**, **Chairman/RCT/BBS**, **Dy.CVO(T)/ECoR/BBS**,  
**Dy.COM(FOIS)/ECoR/BBS** **PO/RCT/BBS**, **Audit officer/BBS**. Rates Section /CCM/ECoR/BBS -10 sets  
**DRM**. KUR,WAT,SBP/ECoR, **Sr.DOM**- WAT,SBP,KUR/ECoR, **Sr.DCM** KUR,WAT,SBP/ECoR.  
**Dy.CCO/ECoR**, **FA&CAO/BBS**:E.Co.Rly, **FA & CAO(T)/BBS**:E.Co.Rly **Traffic Manager**: Visakhapatnam  
Port Trust, **Paradeep Port/** Paradeep.

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(H.L. Luwang)

Dy.Chief Commercial Manager (FS)

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

TCR/1078/2017/22

New Delhi, Date: 20.09.2017

Chief Commercial Manager,  
All Zonal Railways.  
Principal Financial Adviser,  
All Zonal Railways.

**Sub: Clarification regarding applicability of GST on demurrage/ wharfage charge levied against exempted commodities.**

Subject clarification sought by Northeast Frontier Railway has been examined in consultation with Accounts Directorate.

Demurrage/Wharfage charges is levied when customer delays in taking possession of goods transported by him. Therefore till the possession of goods is handed over to customer, the entire service rendered by Railways will be treated as a single supply of service and therefore the applicable rate of GST for principal supply of service will be levied on demurrage /wharfage. In other words if no GST is charged on exempted commodity then the associated demurrage /wharfage charges also will not be charged GST.

This shall apply to all commodities 'exempted from levy of GST' as per para 2.0 of Rates Circular No. 19 of 2017.

(This disposes off NFR's letter No. C/CCM/FM/Misc/2016 dated 02.08.2017.)

*Shilpi Bishnoi*  
20.09.17

(Shilpi Bishnoi)

Director, Traffic Commercial (Rates)  
Railway Board.

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