

PRASAR BHARATI
(INDIA'S PUBLIC SERVICE BROADCASTER)
Prasar Bharati House, Copernicus Marg
New Delhi -110001

F.NO. PB-6(2)/2017-Fin/GST/1412-19

Date: 01st November, 2017

GST Circular No.7

Sub: Exemption from paying GST under Reverse Charge Mechanism (RCM) in case of purchases or service taken from Unregistered Dealers

Ref: 1. Central Tax (Rate) Notification No.8/2017 dated 28.06.2017
2. Central Tax (Rate) Notification No.38/2017 dated 13.10.2017
3. Integrated Tax Notification No.10/2017 dated 13.10.2017
4. Integrated Tax (Rate) Notification No.32/2017 dated 13.10.2017

As per section 9 (4) of CGST Act, 2017 and section 5(4) of IGST Act, Goods and Services Tax shall be paid by such registered person who receives the supplies of taxable goods or services or both, on reverse charge basis, in respect of supply of taxable goods or services or both received from a supplier, who is not registered under the GST Acts and all the provisions of these Acts shall apply to such recipient as if the person liable for paying the tax in relation to the supply of such goods or services or both".

Earlier under GST Act(s), the unregistered persons were not allowed to make inter-state supplies. But now CBEC vide above-mentioned notification under reference no.3, Central Government, on recommendation of the Council, has specified that the persons making inter-State supplies of taxable services and having an aggregate turnover, to be computed on all India basis, not exceeding an amount of twenty lakh rupees (or Rs. Ten lakh in case of special category States) in financial year has been exempted from obtaining registration under the said Act.

In this regard, it is stated that CBEC, Govt. of India vide notification nos. under reference 2 and 4, has exempted intra-State supplies as well as inter-State supplies of goods or services or both from paying GST under section 9(4) of CGST Act and Section 5(4) of IGST Act (i.e. under Reverse Charge Mechanism in respect of supplies from unregistered persons) from the date of notification i.e. 13.10.2017 to 31.03.2018.



(C.K. Jain)

DDG (Fin.)

1. **DG: Doordarshan**

2. **DG: AIR**

Copy for information & necessary action to:

- a) ADG(F), Doordarshan
- b) ADG(F), AIR
- c) DDG(Technical), PB for uploading this circular on the PB website

Copy for information to:

- 1. PPS to CEO, Prasar Bharati
- 2. PS to Member (Fin), Prasar Bharati

[TO BE PUBLISHED IN PART II, SECTION 3, SUB-SECTION (i) OF THE GAZETTE OF INDIA, EXTRAORDINARY]

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
(Department of Revenue)

Notification No.8/2017-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, on 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 or services or both received by a registered person from any supplier, who is not registered, from the whole of the central tax leviable thereon under sub-section (4) of section 9 of the Central Goods and Services Tax Act, 2017 (12 of 2017):

Provided that the said exemption shall not be applicable where the aggregate value of such supplies of goods or service or both received by a registered person from any or all the suppliers, who is or are not registered, exceeds five thousand rupees in a day.

2. This notification shall come into force with effect from the 1st day of July, 2017.

[F.No.354/117/2017-TRU]

(Mohit Tewari)
Under Secretary to the Government of India

[To be published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i)]

**Government of India
Ministry of Finance
Department of Revenue
Central Board of Excise and Customs**

Notification No. 32/2017 – Integrated Tax (Rate)

New Delhi, the 13th October, 2017

G.S.R. (E).- In exercise of the powers conferred by sub-section (1) of section 6 of the Integrated Goods and Services Tax Act, 2017 (13 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 inter-State supply of goods or services or both received by a registered person from any supplier, who is not registered, from the whole of the integrated tax leviable thereon under sub-section (4) of section 5 of the said Act.

2. The exemption contained in this notification shall apply to all registered persons till the 31st day of March, 2018.

[F. No.349/74/2017-GST (Pt.)]

(Ruchi Bisht)

Under Secretary to the Government of India

[To be published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i)]

**Government of India
Ministry of Finance
Department of Revenue
Central Board of Excise and Customs**

Notification No. 10/2017 – Integrated Tax

New Delhi, the 13th October, 2017

G.S.R.(E).— In exercise of the powers conferred by section 20 of the Integrated Goods and Services Tax Act, 2017 (13 of 2017) read with sub-section (2) of section 23 of the Central Goods and Services Tax Act, 2017 (12 of 2017) (hereafter in this notification referred to as the said Act), the Central Government, on the recommendations of the Council, hereby specifies the persons making inter-State supplies of taxable services and having an aggregate turnover, to be computed on all India basis, not exceeding an amount of twenty lakh rupees in a financial year as the category of persons exempted from obtaining registration under the said Act:

Provided that the aggregate value of such supplies, to be computed on all India basis, should not exceed an amount of ten lakh rupees in case of “special category States” as specified in sub-clause (g) of clause (4) of article 279A of the Constitution, other than the State of Jammu and Kashmir.

[F. No.349/74/2017-GST (Pt.)]

(Dr. Sreeparvathy S.L.)

Under Secretary to the Government of India

[To be published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i)]

**Government of India
Ministry of Finance
Department of Revenue
Central Board of Excise and Customs**

Notification No. 38/2017 – Central Tax (Rate)

New Delhi, the 13th October, 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, on being satisfied that it is necessary in the public interest so to do, on the recommendations of the Council, hereby makes the following amendment in the notification of the Government of India, in the Ministry of Finance (Department of Revenue), No.8/2017- Central Tax (Rate), dated the 28th June, 2017, published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i), vide number G.S.R. 680(E), dated the 28th June, 2017, namely:-

In the said notification, the proviso under Paragraph 1 shall be omitted.

2. The exemption contained in the notification No. 8/2017-Central Tax (Rate) dated the 28th June, 2017 as amended by this notification shall apply to all registered persons till the 31st day of March, 2018.

[F. No.349/74/2017-GST (Pt.)]

(Ruchi Bisht)

Under Secretary to the Government of India

Note: - The principal notification No.8/2017-Central Tax (Rate), dated the 28th June, 2017 was published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i) vide number G.S.R. 680 (E), dated the 28th June, 2017.