No. A/1/1444/Rev of Sec Comp

Dated: 06/07/2021

To

All Concerned

Sub: Clarification on applicability of GST on EPF/ESI.

Hqrs office letter no. AN/II/11101/GST/e-3816 dated 02.07.2021 regarding guidelines on applicability of GST on deduction of EPF and ESI amount is circulated herewith for guidance and compliance please.

[Signature]
ACDA (A/Cs)

Copy to:-
IT & S Section: With a request to upload on the website
(local)

[Signature]
ACDA (A/Cs)
No. A/II/11101/GST/e-3816

To,

The All PCsDA/CsDA.

Sub: Clarification on applicability of GST on EPF/ESI.

References have been received in this office on the captioned subject wherein it was requested to issue necessary guidelines regarding applicability of GST on deduction of EPF and ESI amounts in respect of outsourcing of service contracts.

The Customs Excise and service Tax appellate Tribunal Order dated 13.4.2017 is also relevant in this regard.

GST may, therefore, be levied on the entire amount of transaction inclusive of ESI & EPF.

This is issued with the approval of Jt. CGDA (A&B).

(PRIYANKA CHANDRA)
Sr. Dy. CGDA (A&B)

Copy to:-

1. The Dte of Accounts,
   Air HQ, RKP,
   New Delhi-66.
2. The IFA (EC)
   Kolkata, Fort William,
   Kolkata-700021.

This is also the disposal of your office letter No.Air HQ/25658/2A/D Accts/CS dated 25.05.2021.

This is also the disposal of your office letter No. IFA/Outsourcing /Vol-II dated 12.04.2021.

(PRIYANKA CHANDRA)
Sr. Dy. CGDA (A&B)