

## LIST OF GOODS AND SERVICES NOTIFIED UNDER THE REVERSE CHARGE MECHANISM

### (I) GOODS

The following goods are under RCM as per section 9(3) of CGST Act:

| S. No. | Tariff item, subheading, heading, or chapter                           | Description of supply of goods  | Supplier of goods  | Recipient of supply   |
|--------|--|---|--|-----------------------|
| 1      | 0801   | Cashew nuts, not shelled or peeled  | Agriculturist  | Any registered person |
| 2      | 1404 90 10   | Bidi wrapper leaves (tendu)   | Agriculturist  | Any registered person |
| 3      | 2401   | Tobacco leaves  | Agriculturist  | Any registered person |
| 3A     | 3301 24 00,<br>3301 25 10,<br>3301 25 20,<br>3301 25 30,<br>3301 25 40 | Following essential oils other than those of citrus fruit namely:<br>a)Of peppermint (Menthapiperita)<br><br>b)Of other mints:<br>(i)Spearment oil (Exmenthaspicata)<br>(ii) Water mint-oil (Exmentha aquatic)<br>(iii) Horsemint oil (Exmenthasylvestries)<br>(iv) Bergament oil (ex-mentha citrate) | Any unregistered person  | A registered person   |
| 4      | 5004 to 5006   | Silk yarn   | Any person who manufactures silk yarn from raw silk or silk worm cocoons for supply of silk yarn | Any registered person |

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| 4A | 5201        | Raw cotton   | Agriculturist  | Any registered person  |
| 5  | -           | Supply of lottery  | State Government, Union Territory or any local authority                   | Lottery distributor or selling agent   |
| 6  | Any chapter | Used vehicles, seized and confiscated goods, old and used goods, waste and scrap | Central Government, State Government, Union territory or a local authority | Any registered person  |
| 7  | Any chapter | Priority Sector Lending Certificate  | Any registered person  | Any registered person  |
| 8  | 2523        | Cement   | An unregistered supplier   | Promoter/Builder   |
| 9  | Any chapter | Input and Input Services   | An unregistered supplier   | Promoter/Builder<br><br>Note that the promoter/builder has to pay only on the difference between 80% of purchases (minus) actual registered purchases. |
| 10 | Any chapter | Capital goods  | An unregistered supplier   | Promoter/Builder   |

## (II) SERVICES

(a) The following services are under RCM as per section 9(3) of CGST Act:

| S. No. | Category of supply of services   | Supplier of service  | Recipient of service  |
|--------|--|--|---|
| 1      | Supply of Services by a goods transport agency (GTA) in respect of transportation of goods by road to- | Goods Transport Agency (GTA). This provides options for GTA to opt for | (a) Any factory registered under or governed by the Factories Act, 1948(63 of 1948); or |

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| <p>(a) any factory registered under or governed by the Factories Act, 1948(63 of 1948); or</p> <p>(b) any society registered under the Societies Registration Act, 1860 (21 of 1860) or under any other law for the time being in force in any part of India; or</p> <p>(c) any co-operative society established by or under any law; or</p> <p>(d) any person registered under the Central Goods and Services Tax Act or the Integrated Goods and Services Tax Act or the State Goods and Services Tax Act or the Union Territory Goods and Services Tax Act; or</p> <p>(e) anybody corporate established, by or under any law; or</p> <p>(f) any partnership firm whether registered or not under any law including association of persons; or</p> <p>(g) any casual taxable person.</p> | <p>either 5% (without ITC) or 12%(with ITC). They must satisfy three conditions-</p> <p>a) GTA is GST registered and did not opt to pay tax under the forward charge.</p> <p>b) GTA issues tax invoice with GST in it.</p> <p>c) Has not submitted any yearly declaration** for opting under forward charge</p> | <p>(b) any society registered under the Societies Registration Act, 1860 (21 of 1860) or under any other law for the time being in force in any part of India; or</p> <p>(c) any co-operative society established by or under any law; or</p> <p>(d) any person registered under the CGST/IGST/SGST/UTGST Act; or</p> <p>(e) any body corporate established, by or under any law; or</p> <p>(f) any partnership firm whether registered or not under any law including association of persons; or</p> <p>(g) any casual taxable person; located in the taxable territory.</p> |
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“Annexure III

### Declaration

I/we have taken registration under the CGST Act, 2017 and have exercised the option to pay tax on services of GTA in relation to transport of goods supplied by us during the Financial Year \_\_\_\_\_ under forward charge.”.

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| 2 | <p>Services supplied by an individual advocate including a senior advocate or firm* of advocates by way of legal services, directly or indirectly, including where a contract for provision of such service has been entered through another advocate or a firm of advocates, or by a firm of advocates, by way of legal services, to a business entity.”</p> <p>Explanation: “legal service” means any service provided in relation to advice, consultancy or assistance in any branch of law, in any manner and includes representational services before any court, tribunal or authority.”.</p> <p>*Firm of advocates includes LLP registered under the The Limited Liability Partnership Act, 2008</p> | An individual advocate including a senior advocate or firm* of advocates. | Any business entity located in the taxable territory.                   |
| 3 | Services supplied by an arbitral tribunal to a business entity.   | An arbitral tribunal.   | Any business entity located in the taxable territory.                   |
| 4 | Services provided by way of sponsorship to anybody corporate or partnership firm.   | Any person.   | Anybody corporate or partnership firm located in the taxable territory. |
| 5 | <p>Services supplied by the Central Government, state government, Union territory or local authority to a business entity excluding, -</p> <p>(1) renting of immovable property, and</p> <p>(2) services as specified below-</p> <p>(i) services by the Department of Posts;</p>  | Central Government, state government, Union territory or local authority. | Any business entity located in the taxable territory.                   |

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|     | (ii) services in relation to an aircraft or a vessel, inside or outside the precincts of a port or an airport;<br>(iii) transport of goods or passengers.   |   |   |
| 5A  | Services supplied by the Central Government, State Government, Union territory or local authority by way of renting of immovable property to a person registered under the Central Goods and Services Tax Act, 2017 (12 of 2017).                                 | Central Government, State Government, Union territory or local authority. | Any person registered under the CGST Act, 2017.                   |
| 5AA | Renting of a residential dwelling to a registered person (Added by CGST (Rate) Notification no. 5/2022 dated 13th July 2022)  | Any persons   | Any GST registered person   |
| 5B  | Services supplied by any person by way of transfer of development rights or Floor Space Index (FSI) (including additional FSI) for construction of a project by a promoter.   | Any person.   | Promoter.   |
| 5C  | Long term lease of land (30 years or more) by any person against consideration in the form of upfront amount (called as premium, salami, cost, price, development charges or by any other name) and/or periodic rent for construction of a project by a promoter. | Any person.   | Promoter.   |
| 6   | Services supplied by a director of a company or a body corporate to the said company or the body corporate.   | A director of a company or a body corporate.                              | The company or a body corporate located in the taxable territory. |

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| 7  | Services supplied by an insurance agent to any person carrying on insurance business.  | An insurance agent.                                    | Any person carrying on insurance business, located in the taxable territory.   |
| 8  | Services supplied by a recovery agent to a banking company or a financial institution or a non-banking financial company.  | A recovery agent.                                      | A banking company or a financial institution or a non-banking financial company, located in the taxable territory.   |
| 9  | Supply of services by a music composer, photographer, artist or the like by way of transfer or permitting the use or enjoyment of a copyright covered under section 13(1)(a) of the Copyright Act, 1957 relating to original dramatic, musical or artistic works to a music company, producer or the like. | Music composer, photographer, artist, or the like.     | Music company, producer, or the like, located in the taxable territory.  |
| 9A | Supply of services by an author by way of transfer or permitting the use or enjoyment of a copyright covered under Section 13(1)(a) of the Copyright Act, 1957 relating to original literary works to a publisher.   | Author.  | Publisher located in the taxable territory Provided that nothing contained in this entry shall apply where,<br>(1) the author is a registered person under GST and filed a declaration, that he exercises the option to pay tax under forward charge and he shall not withdraw the option within 1 year from the date of exercising option;<br>(2) the author makes a declaration to issue the invoice to the publisher in Form GST Inv-I. |
| 10 | Supply of services by the members of Overseeing Committee to Reserve Bank of India.  | Members of the Overseeing Committee constituted by the | Reserve Bank of India.   |

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|    |  | Reserve Bank of India.  |  |
| 11 | Services supplied by individual Direct Selling Agents (DSAs) other than a body corporate, partnership or limited liability partnership firm to bank or non-banking financial company (NBFCs).  | Individual Direct Selling Agents (DSAs) other than a body corporate, partnership or limited liability partnership firm. | A banking company or a NBFC, located in the taxable territory. |
| 12 | Services provided by business facilitator (BF) to a banking company.   | Business facilitator (BF).  | A banking company, located in the taxable territory.           |
| 13 | Services provided by an agent of business correspondent (BC) to business correspondent (BC).   | An agent of business correspondent (BC).  | A business correspondent, located in the taxable territory.    |
| 14 | Security services (services provided by way of supply of security personnel) provided to a registered person<br>Provided that nothing contained in this entry shall apply to, -<br>(1) The below persons registered only for the purpose of making TDS u/s 51 but not for supply of goods or services<br>(i) a Department or Establishment of the Central Government or State Government or Union territory;<br>(ii) local authority;<br>(iii) Governmental agencies.<br>(2) a registered person registered under Composition Scheme u/s 10. | Any person other than a body corporate.   | A registered person, located in the taxable territory.         |
| 15 | Services provided by way of renting of a motor vehicle   | Any person other than a body  | Any body corporate located in the taxable territory.           |

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|    | provided to a body corporate.   | corporate, who opts to pay tax at the rate of 5% and he is eligible to claim input tax credit (Persons who are ineligible to claim ITC u/s 17(5) are not covered here).  |  |
| 16 | Services of lending of securities under Securities Lending Scheme, 1997 ("Scheme") of the Securities and Exchange Board of India ("SEBI"), as amended.  | Lender i.e. a person who deposits the securities registered in his name or in the name of any other person duly authorised on his behalf, with an approved intermediary for the purpose of lending under the Scheme of SEBI. | Borrower i.e. a person who borrows the securities under the Scheme through an approved intermediary of SEBI. |
| 17 | Radio taxi or passenger transport services provided through an electronic commerce operator.  | Taxi driver or rent-a-cab operator.  | Electronic commerce operator.  |
| 18 | Providing accommodation services in hotels, guest houses, inns, campsites, clubs, or other commercial places meant for lodging or residential purposes. | Any person except in cases where the person supplying the service through an electronic commerce operator is liable for registration under sub-section (1) of Section 22 of the CGST Act.                                    | Electronic commerce operator.  |
| 19 | Housekeeping services such as   | Any person except  | Electronic commerce  |



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|  | plumbing, carpentering, etc. | in cases where the person supplying the service through an electronic commerce operator is liable for registration under sub-section (1) of Section 22 of the CGST Act. | operator. |
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The list of services as notified under the CGST Act is replicated under IGST Act also. In addition to the same, following two additional services are notified under IGST Act.

(b) Category of services on which IGST has to be paid under RCM.

| S. No. | Category of supply of services  | Supplier of service                            | Recipient of service  |
|--------|---|--|---|
| 1      | Any service supplied by any person who is located in non-taxable territory to any person other than a non-taxable online recipient.   | Any person located in a non-taxable territory. | Any person located in the taxable territory other than a non-taxable online recipient.                          |
| 2      | Services supplied by a person located in the nontaxable territory by way of transportation of goods by a vessel from a place outside India up to the customs station of clearance in India. | A person located in a non-taxable territory.   | Importer, as defined in clause (26) of section 2 of the Customs Act, 1962, is located in the taxable territory. |