

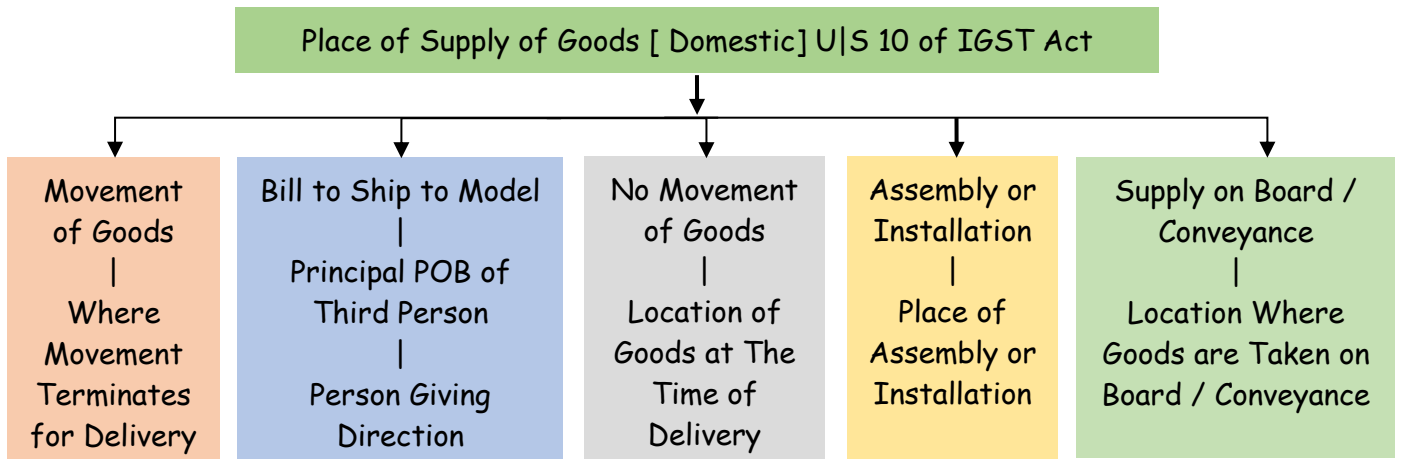
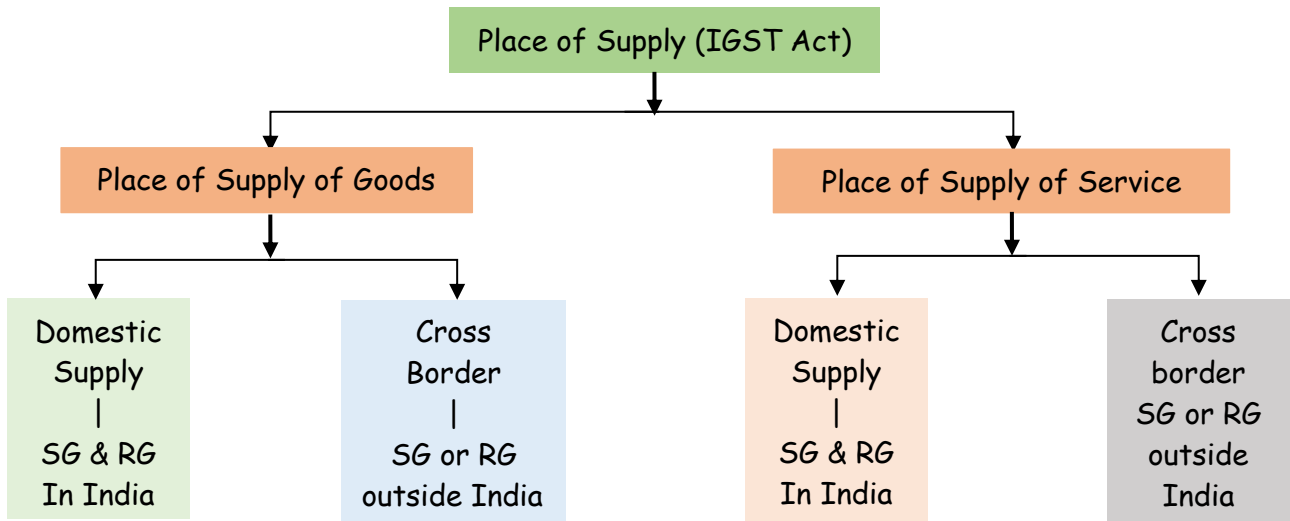
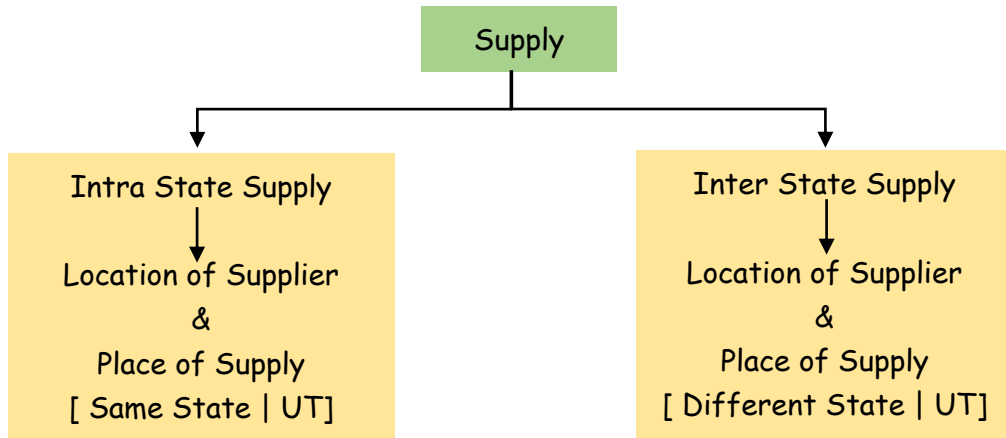
# 04

# Place of Supply

**LORS = Location of Recipient of Services**

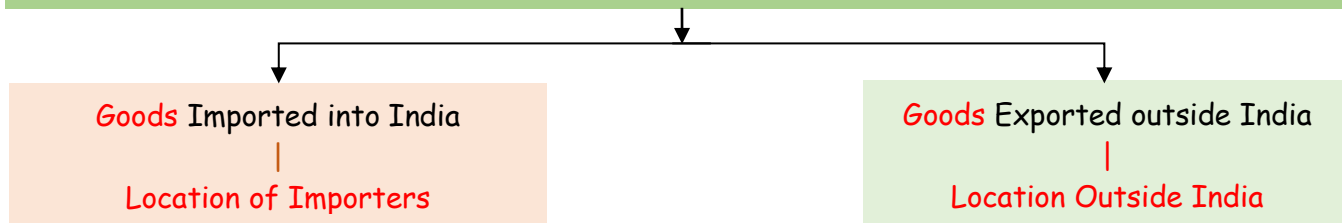
Loss = Location of Supplier Services  
 SG = Supplier of Goods  
 RG = Recipient of Goods  
 SS = Supplier of Services

POSS = Place of Supply of service  
 POB = Place of Business  
 POSG = Place of Supply of Goods  
 RS = Recipient of Services



supply of goods is made to an unregistered person (irrespective of the movement of goods )	Location as per the address of said person recorded in the invoice <b>Note:</b> Recording of the name of the state is enough
supply of goods is made to an unregistered person (irrespective of the movement of goods )	Location of the supplier

Place of Supply of Goods Imported into or exported from India U/S 11 of IGST Act



Place of Supply of Service

Place of supply of services where location of supplier and\_recipient is in India [Section 12]

Sr No	Nature of Supply	Place of Supply
1	Immovable property related-services including accommodation in hotel/boat/vessel	<ul style="list-style-type: none"> <li>Location of immovable property or boat or vessel is located or intended to be located</li> <li>If located outside India: location of the recipient</li> </ul>
	If the immovable property or vessel is located in more than one state	Each such state in proportion to the value of services provided in each state
2	Personal grooming, health service, beauty Treatment, fitness, and restaurant and catering services	Location where the services are actually performed
3	Training and performance appraisal	<ul style="list-style-type: none"> <li><b>B2B:</b> Location pf such registered person</li> <li><b>B2C:</b> Location where the service are actually performed</li> </ul>
4	Admission to an event or amusement park	Place where the event is actually held or where the park or the other place is located
5	Organisation of an event including ancillary service and assigning of sponsorship to such events	<ul style="list-style-type: none"> <li>B2B: Location of such registered person</li> <li>B2C: Location where the event is actually held</li> </ul> If the event is held outside India: Location of the recipient
	If the event is held in more than one state	Each such state in proportion to the value of services provided in each state
6	Transportation of goods, including mails or courier	<ul style="list-style-type: none"> <li>B2B: Location of Such registered person</li> <li>B2C: Location at which such goods are handed over for their transportation</li> </ul>

If goods are destined outside India then POSS is location Outside India .

7	Passenger Transportation	<ul style="list-style-type: none"> <li>• B2B: Location of such registered person</li> <li>• B2C: Place where the passenger embarks on the conveyance for a continuous journey</li> </ul>
8	Services On board a conveyance	Location of the first scheduled point of departure of that conveyance for the journey
9	Banking and other financial services including stock broking	<ul style="list-style-type: none"> <li>• LOR of services in the records of the supplier</li> <li>• LOS or Services is not available</li> </ul>
10	Insurance services	<ul style="list-style-type: none"> <li>• B2B: Location of such registered person</li> <li>• B2C: Location of the recipient of services in the records of the supplier</li> </ul>
11	Advertisement services to the Government	<ul style="list-style-type: none"> <li>• Each of States/Union Territory where the advertisement is broadcasted/displayed/run/disseminated</li> <li>• Proportionate value in case of multiple States</li> </ul>
12	Telecommunication services	<ul style="list-style-type: none"> <li>• Services involving fixed line, leased and internet leased circuits, dish antenna etc: Location of such fixed equipment</li> <li>• Post-paid mobile/ internet services: Location of billing address of the recipient and if the same is not available, location of supplier</li> <li>• Pre-paid mobile/ internet/DTH services provided: <ul style="list-style-type: none"> <li>✓ Through selling agent/re-seller/distributor: Address of such selling agent/re-seller/distributor in the records of supplier at the time of supply</li> <li>✓ By any person to final subscriber: Location where pre-payment is received or place of sale of vouchers</li> <li>✓ When payment made through electronic mode Location of recipient in records of supplier</li> </ul> </li> <li>• Other cases: Address of the recipient in the records of the supplier and if the same is not available, location of supplier</li> </ul>
	If the leased circuit is installed in more than one state	Each such state in proportion to the value of services provided in each state

- (i) For the rest of the services other than those specified above, the default provision has been prescribed as under:

Default rule for the services other than the 12 specified services

Sr No	Description of Supply	Place of Supply
1	B2B	Location of such registered person
2	B2C	Where the address on record exists: LOR Other cases: LOS of services

Place of Supply of Service U/S 13 of IGST Act  
Where LORS or LOSS is Outside India

Sr No	Nature of Service	Place of Supply
1	Services supplied in respect of goods which are required to be made physically available	Location where the services are actually performed
	Services supplied in respect of goods but form a remote location by way of electronic means	Location where the goods are situated at the time of supply of services
Above provisions are not applicable in case of goods that are temporarily imported into India for repairs or any other treatment or process and exported after repairs without being put to any other use in India		
2	Services which require the physical presence of the recipient or the person acting on his behalf with the supplier of services	Location where the services are actually performed
3	Service supplied directly in relation to an Immovable property including accommodation in hotel, boat, vessel	Place where the immovable property is located or intended to be located
4	Admission to or organisation of an Event	Place where the event is actually held
If the above services are supplied		
At more than Territory including TT		Location OF TT
In more than one state in TT		Each such state in proportion to the value of services provided in each state
5	Services supplied by a banking company, or FI/NBFC to account holders	LOSS
	Intermediary services	
	Services consisting of hiring of means of Transport, including yachts but excluding aircrafts and vessels, up to a period of one month	
6 (omitted)	<del>Transportation of goods, other than by way of mail or courier</del>	<del>Place of destination of such goods</del>

7	Passenger Transportation	Place where the passenger embarks on the conveyance for a continuous journey
8	Services provided onboard a conveyance	First scheduled point of departure of that conveyance for the journey
9	Online information and database access or retrieval services (OIDAR Services)	LORS Any 2 Conditions Simultaneously [Conditions Regarding Proof That RS Is in India]

(i) For the rest of the services (not covered above), Apply default rule U/S 13(2)

Sr No	Nature of Service	Place of Supply
Default rule for the cross-border supply of services other than nine specified services		
1	Any Services	<ul style="list-style-type: none"> <li>LORS</li> <li>LOSS if LORS is not available in the ordinary course of business</li> </ul>

### FEW IGST Rules

Computation of value of services where immovable property is located in more than one State and where the location of supplier and recipient is in India [New rule 4 of the IGST Rules]

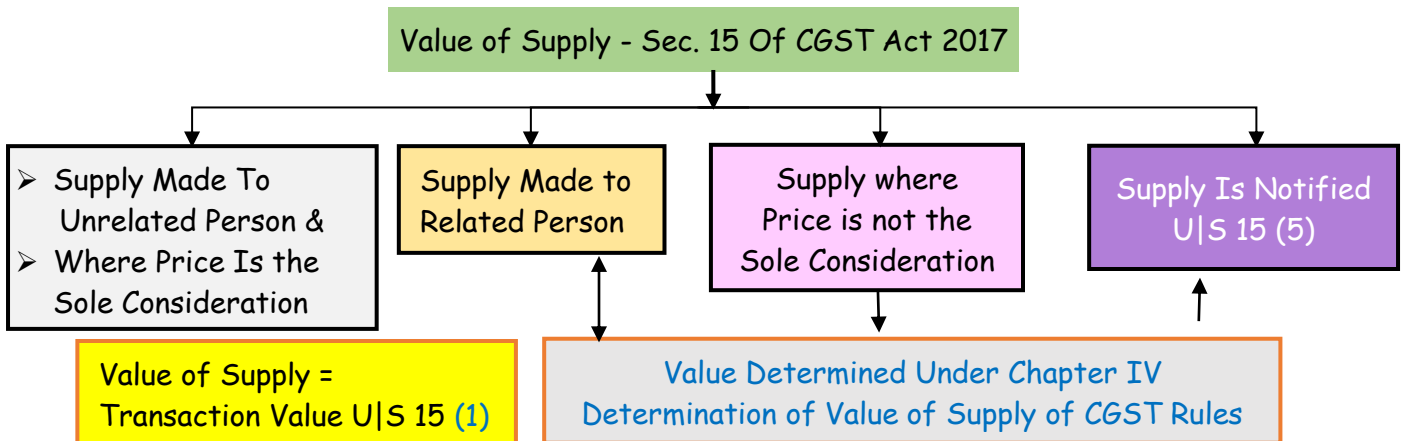
S.No.	Type of service in relation to immovable property	Factor which determines the proportionate value of service
(a)	Service provided by way of lodging accommodation by hotel, inn, guest house etc. and its ancillary services	Number of nights stayed in such property
(b)	All other services provided in relation to immovable property including:	Area of the immovable property lying in each State/ UT
	<ul style="list-style-type: none"> <li>Services by way of accommodation in any immovable property for organising any marriage or reception etc.</li> </ul>	
	<ul style="list-style-type: none"> <li>Supply of accommodation by a hotel, inn, guest house, club or campsite, by whatever name called where such property is a single property located in 2 or more contiguous States or/and UT</li> <li>Services ancillary to services mentioned above</li> </ul>	
(c)	Services by way of lodging accommodation by a house boat or vessel and its ancillary service	Time spent by the boat or vessel in each such State/UT, as declared by SS

- Computation of value of services where event is organized in more than one State and where LOSS and LORS is in India [New rule 5 of the IGST Rules]

Particulars	Place of Supply
If contract or agreement exists	POSS as per the value allocated in contract or agreement
In the absence of any such contract or agreement	The value is determined as per generally accepted accounting principles.

# 05

## Value of Supply



Value = TV subject to adjustments ( specified kharche nahin jude hain to jod dijiye and already jude hain to chod dijiye )

### Inclusions In Value U/S 15 (2)

- Taxes Other Than GST.
- Payments Made by Recipient in Relation to Supply to the third party but actually Payable by Supplier and Not Include in Price.
- Incidental Expenses, Including Commission & Packing or Anything Done by Supplier in Respect of Supply or Delivery of Goods or Supply of Services or both Charged to Recipient.
- Interest | Late Fee | Penalty due to Delay pmt. of Consideration.
- Subsidies Directly Linked to Price excluding subsidies given by CG | SG.

### Exclusions From Value U/S 15(3)

- Discounts Given Before or At the Time of Supply and Recorded in The Invoice.
- Post Supply Discount | Incentive, If
  - AS Per Agreement at The Time of Supply
  - Linked With Invoice
  - Proportionate ITC Has Been Reversed by RG | RS

- Buy More Save More (Staggered Discounts)

Such Discounts Are Shown on The Invoice Itself. Such Discount Are Excluded From Value Of Supply

- Periodic | Year Ending Discounts To Stockist Etc.

Such Discounts Are Volume Discounts. Such Discounts Are Passed Through Credit Note

- Secondary Discounts



They Are Not Known at The Time of Supply Or offered After Supply Made. Such Discounts Are Not Excluded from Value of Supply

## Valuation Rules

### Rule 27: Consideration not wholly in money

Value shall be either of the following in the given order:

- open market value
- total of consideration in money + amount equal to the consideration not in money
- value of supplies of like kind and quality
- Consideration in money + money value of non- monetary consideration computed as per rule 30 or 31 in that order.

### Rule 28: Supply between distinct/ related persons, other than agent

Value shall be either of the following in the given order:

- Open market value
- Value of supplies of like kind and quality
- Value as per rule 30 or 31 in that order.
- Option to supplier to value goods sold as such by recipient. Value= 90% of price charged by recipient to its unrelated customer

Recipient eligible for ITC. Invoice value = open market value (taxable value)

Corporate guarantee by any person to bank / FI on behalf of related person even without consideration

I.e. holding co. to its subsidiary company

Value of Supply: 1% of Amount of Guarantee }  
 Or } Whichever is Higher  
 Actual consideration }

### Rule 29: Supply of goods made/received through an agent

Value shall be either of the following in the given order:

- Open market value or 90% of price charged by recipient to his unrelated customer for supplies of like kind and quality;
- Value as per rule 30 or 31 in that order.

### Rule 30: Value based on cost

Value shall be 110% of cost of production/acquisition/ provision of goods or services

### Rule 31: Residual method (Best Judgement Method)

Value shall be determined using reasonable means consistent with the principles and general provisions of section 15 & valuation rules. For services, rule 31 can be adopted before rule 30.

**Rule 31A: Value of supply of lottery, chance to win in betting/ gambling/ horse racing in race club**

The value of supply of lottery will be higher of

- ✓ 100/128 of the face value of ticket

OR

- ✓ 100/128 of the price as notified in the Official Gazette by the Organising State.

**Actionable claim in form of chance to win in betting, gambling or horse racing in a race club -**

100% of the face value of the bet or the amount paid into the totalisator

**Rule 31B: Value of supply in case of online gaming including online money gaming**

*VOS = Total Amount Paid or Payable or Deposited with Supplier*

**Notes:**

- Any Amount Refunded / Returned shall not be deductible from value of Supply
- Any Amount won again used to play further shall not be considered amount paid / Deposited

**Rule 31C: Value of supply in case of actionable claims in case of casino**

= Total Amount paid or Payable for Purchase of Coins, Token, Chips etc.

**Notes:**

- Any Amount Refunded / Returned shall not be deductible from value of Supply
- Any Amount won again used to play further shall not be considered amount paid / Deposited

**RULE 32: Value of in respect of certain specific supplies**

- ✓ Purchase/sale of foreign currency:

**Option 1**

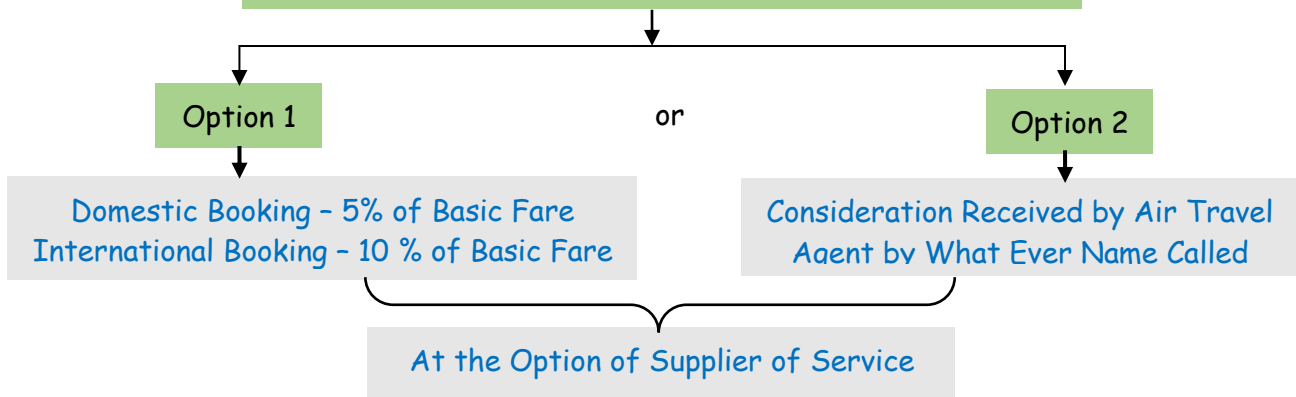
Particulars	Value
Currency when exchanged from or to INR	Difference in Buying / Selling rate and RBI reference rate for that currency at that time X Total units of currency
If RBI reference rate is not available	1% of gross amount of INR provided / received by person changing money
If neither of the currencies exchanged are INR	1% of lesser of 2 amounts the person changing money would have received by converting them to INR on that day at reference rate of RBI

**Option 2**

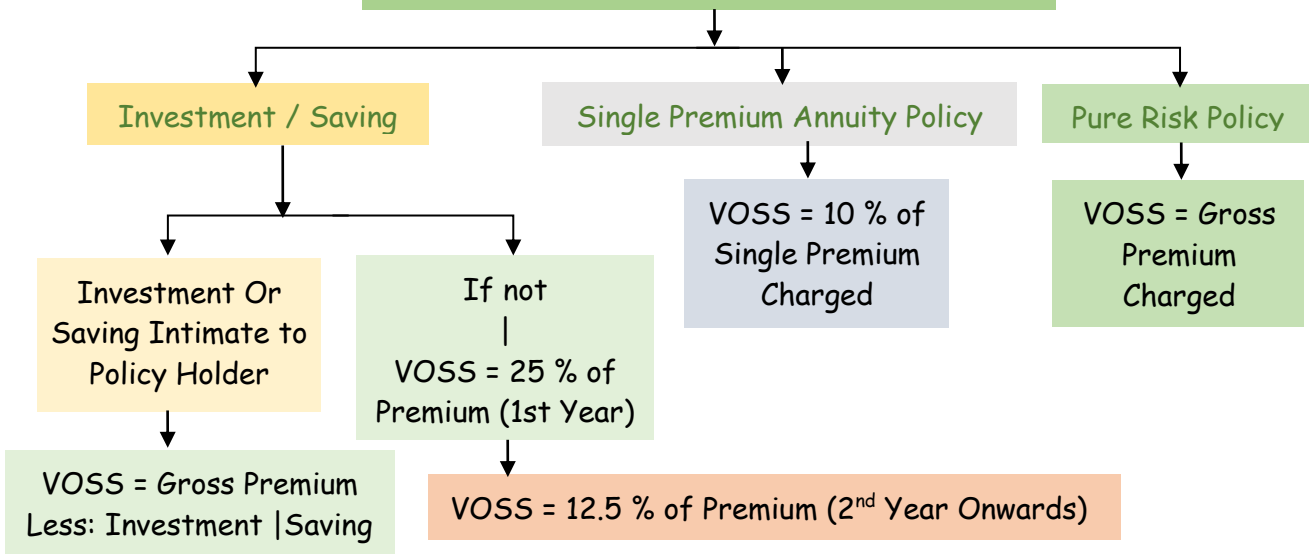
Currency	Value
Upto ₹1,00,000	1% or ₹250 whichever is higher
From ₹1,00,001 to ₹10,00,000	₹1,000 + 0.5%
From ₹10,00,001	₹5,500 + 0.1% subject to maximum of ₹60,000

OPTION ONCE EXERCISED SHALL NOT BE WITHDRAWN DURING REMAINING PART OF FY

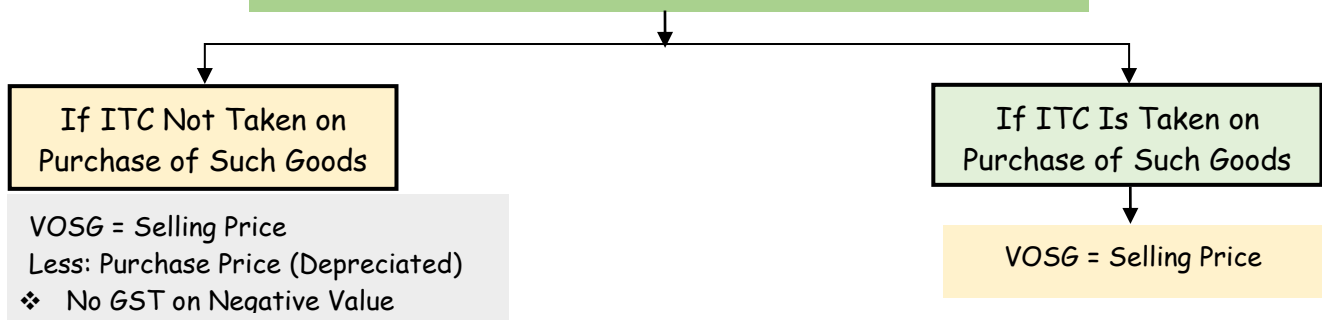
**VOSS For Booking of Tickets for Travel by Air U|R 32 (3)**



**VOSS for Life Insurance Business U|R 32 (4)**



**VOSS for Buying & Selling of Second-Hand Goods U|R 32(5)**



In Case of Repossessed Goods from Defaulting Borrower (Unregistered) For Recovery of Loan

**VOSS = Selling Price of Such Repossessed Goods**

**Less: Purchase Price**

**Purchase Price = (Purchase Price of Defaulting Borrower)**

**Less: 5% Per Quarter or Part B/W Date of Purchase by**

**&**

**Date of Disposal by Person Making Such Repossessor**

VOSS in Case of Token, Voucher, Coupon, U|R 32 (6)

VOS = Money Value Of G|S Redeemable

VOSS When Service Supply to Distinct Person U|R 32(7)

Voss = Nil

VOSS in Case of Service as Pure Agent

Voss Shall Exclude the Expenditure & Cost Included by The Supplier as Pure Agent Subject to Following Conditions: -

- SS Acts as Pure Agent When Makes Payment to Third Party
- Payment Made by Pure Agent on Behalf of RS, Separately Shown in Invoice
- Supplies of G|S Procured by SS as Pure Agent Is Additional

Rate of Exchange of Currency U|R 34

Supply of goods

Rate of Exchanged as  
Notified by CBIC U|S 14  
of Customs Act

Supply of Service

Rate of Exchange  
as Per GAAP

VOS inclusive of IGST / CGST / SGST / UTGST / U|R 35

Back Calculation