

Notification No. 35/2016-ST dated 23.06.2016

Krishi Kalyan Cess is not applicable on the debtors lying in the balance as on 31.05.2016

On strict reading of rule 5 of the Point of Taxation rule, 2011 it was being interpreted that Krishi Kalyan Cess is payable even in cases where the service is provided and invoice is raised prior to June 1, 2016. However, in order to avoid the confusion and to provide clarification in this regard, Central Board of Excise and Customs, by way of Notification No. 35/2016-ST dated 23.06.2016 has exempted Krishi Kalyan Cess on any of the taxable services where invoice for the service has been issued on or before 31st May 2016 and the service has also been completed on or before 31st May 2016.