

Blocked Input Tax Credit (ITC) under GST - Section 17(5)

1. Motor Vehicles and Conveyances

ITC not allowed unless used for:

- Further supply of such vehicles/conveyances
- Transportation of passengers
- Training on such vehicles
- Transportation of goods

2. Food, Beverages, Health & Beauty Services

Blocked unless obligatory for employer under any law (e.g., food, outdoor catering, cosmetic/plastic surgery, health services).

3. Club Membership, Health and Fitness Centre

ITC is not allowed.

4. Rent-a-Cab, Life & Health Insurance

Blocked unless:

- Government mandates it for employer
- Used for outward supply of same category

5. Travel Benefits to Employees

No ITC on travel benefits like Leave Travel Concession.

6. Works Contract Services

No ITC for construction of immovable property (unless input service for further supply of same).

7. Construction of Immovable Property

Blocked if used on own account, even if in course of business.

8. Composition Scheme Supplies

Blocked Input Tax Credit (ITC) under GST - Section 17(5)

No ITC allowed on goods/services under composition scheme.

9. Goods/Services for Personal Consumption

ITC is not allowed.

10. Goods Lost, Stolen, Destroyed

ITC not allowed for lost, stolen, written off, or disposed of goods.

11. Free Samples or Gifts

No ITC for goods given as gifts or free samples.

12. Tax Paid Under Fraud

ITC not allowed on tax paid due to fraud, suppression, or misstatement (Sections 74, 129, 130).