

CHAP - 08

Exemption in
GST.

Exemptions Under GST

| S.No. | Exemption | Taxability |
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| HEALTH CARE SECTOR | | |
| 01 | Services By Clinical Establishment, Authorised Medical Practitioner, Or Paramedics | Exempt |
| 02 | Service by way of diagnosis, treatment or care for illness, injury, deformity, abnormality or pregnancy | Exempt |
| 03 | Services in form of Assisted Reproductive Technology (ART) procedures such as in vitro fertilization (IVF) | Exempt |
| 04 | Only Recognized Systems Ayurveda, Allopathy, Homeopathy, Yoga, Naturopathy, Homeopathy, Siddha, Unani etc. | Exempt |
| 05 | Room charges \leq ₹5000/day | Exempt |
| 06 | ICU/CCU/NICU always exempt irrespective of charges | Exempt |
| 07 | Ambulance (Road/Air etc) services by clinical establishments or under NHM | Exempt |
| 08 | Cosmetic or plastic surgery & Hair transplant to correct congenital defects, injury, trauma | Exempt |
| 09 | Food supplied to admitted patients (as part of healthcare) | Exempt |
| 10 | Services by senior doctors, consultants, technicians to hospitals | Exempt |
| 11 | Retention money by hospitals | Exempt |
| 12 | Health care service by veterinary doctor | Exempt |
| 13 | Rehabilitation, therapy, counselling by recognized rehab professionals at specified centres | Exempt |
| 14 | Health care services of animals or birds provided by a veterinary clinic. | Exempt |
| Charitable & Religious Sector | | |
| 15 | Religious ceremonies (life-cycle rituals like marriage, death) conducted by authorized persons | Exempt |
| 16 | Services by a registered charitable trust (Sec 12AA / 12AB) for specified charitable activities | Exempt |
| 17 | Care or counselling of terminally ill, disabled, HIV patients, addicts | Exempt |
| 18 | Public awareness on health, family planning, HIV prevention | Exempt |
| 19 | Advancement of religion, spirituality, or yoga by way of camps/programmes (not only fitness/dance classes) | Exempt |
| 20 | Advancement of educational programs for abandoned children, prisoners, elderly persons over the age of 65 years residing in a rural area | Exempt |
| 21 | Preservation of environment (forests, wildlife, etc.) | Exempt |
| 22 | Renting precincts of religious place to public: Room rent < ₹1000/day | Exempt |
| 23 | Renting of community halls/open areas: Rent < ₹10,000/day | Exempt |
| 24 | Renting of shops/space for business at religious place: Rent < ₹10,000/month | Exempt |
| Special Taxability | | |
| 25 | Activities not related to religion/spirituality/yoga (like fitness camps, dance classes or only accommodation) | Taxable |
| Legal Sector | | |
| 26 | Services by Arbitral Tribunal to: - Non-business entity-CG/SG/UT/LA/Governmental Authority/Entity - Business entity whose turnover in PFY \leq threshold for registration | Exempt |
| 27 | Legal services by individual advocate or firm of advocates (other than senior advocate) to: - Non-business entity - CG/SG/UT/LA/Governmental Authority/Entity - Business entity whose turnover in PFY \leq threshold for registration - to another advocate or firm of advocate. | Exempt |

Sr. advocate \rightarrow Same as above

Taxable: If given to another advocate.

GST- Exemptions LDR NOTES

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| 28 | Legal services by Senior Advocate to: - Non-business entity - CG/SG/UT/LA/Governmental Authority /Entity - Business entity whose turnover in PFY \leq threshold for registration | Exempt |
| Special Taxability | | |
| 29 | Legal services by any advocate to business entity whose turnover exceeds threshold limit in PFY - GST payable by recipient under Reverse Charge | Taxable |
| 30 | Legal services by senior advocate to other advocates/firms (where turnover exceeds threshold)- GST payable under Reverse Charge Mechanism | Taxable |
| Agricultural Sector | | |
| 31 | Cultivation of plants & rearing of animals (except horses) For food, fibre, fuel, raw materials, etc. | Exempt |
| 32 | Agricultural operations like cultivation, harvesting, threshing, plant protection, testing relate to production of agricultural produce | Exempt |
| 33 | Supply of farm labour | Exempt |
| 34 | Processes at farm which do NOT alter essential characteristics (trimming, drying, grading, etc.) | Exempt |
| 35 | Renting/leasing of agro-machinery | Exempt |
| 36 | Loading/unloading, packing, storage or warehousing of <u>agricultural produce</u> AP | Exempt |
| 37 | Agricultural extension services (training, advisory) | Exempt |
| 38 | Services by Agricultural Produce Marketing Committee (APMC) or Board | Exempt |
| 39 | Commission agent for sale/purchase of agricultural produce | Exempt |
| 40 | Intermediate production process (Job work) like cleaning, drying of AP | Exempt |
| 41 | Loading/unloading/packing/storage/warehousing of rice | Exempt |
| 42 | Warehousing of minor forest produce | Exempt |
| 43 | Storage/warehousing of cereals, pulses, fruits, vegetables | Exempt |
| 44 | Pre-conditioning, pre-cooling, ripening, waxing, retail packing, labelling of fruits and vegetables | Exempt |
| 45 | Artificial insemination of livestock (except horses) | Exempt |
| Special Taxability | | |
| 46 | Processing that alters essential characteristics (e.g., potato \rightarrow potato chips, tomato \rightarrow ketchup, pulses, rice, sugar etc | Taxable |
| 47 | Milling of paddy into rice (not an intermediary process) | Taxable |
| 48 | Services by commission agents related to non-AP goods (sugar, jaggery, processed pulses) | Taxable |
| 49 | Services relating to processed tea, processed coffee (not an AP) | Taxable |
| 50 | Rearing of horses | Taxable |
| Learn this definition \rightarrow Agriculture produce (AP) Remigation in warehouse \rightarrow taxable | | |
| 51 | Any produce of agricultural on which either no processing is done or Such processing is done as is usually done by a cultivator or producer which does not alter its essential characteristics but makes it marketable for primary market. | Taxable |
| Passenger Transport Services | | |
| 52 | Railways: Transport of passengers other than in first class or AC coach | Exempt |
| 53 | Metro, Monorail, Tramway transport of passengers | Exempt |
| 54 | Transport by Inland Waterways [River transport] | Exempt |
| 55 | Public Transport by vessel (non-tourism purpose) [Sea transport] | Exempt |
| 56 | Metered Cabs or Auto Rickshaws (including e-rickshaws) | Exempt |

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| 57 | Non-AC Contract Carriage (excluding tourism, conducted tour, charter or hire) [pri buses] | Exempt |
| 58 | Non-AC Stage Carriage (bus service) [both buses] | Exempt |
| 59 | Air transport of passengers in economy class embarking from or terminating in: - Arunachal Pradesh - Assam - Manipur - Meghalaya - Mizoram - Nagaland - Sikkim - Tripura - Bagdogra (West Bengal) | Exempt |
| 60 | Ferry Transport within India for public service (Private and Govt ferries both) | Exempt |
| Special Taxability | | |
| 61 | Railways: First class or AC coach | Taxable |
| 62 | Passenger transport by Cable Car or Ropeway | Taxable |
| 63 | Passenger transport by AC contract or stage carriage (bus) | Taxable |
| 64 | Transport by non-AC contract carriage for tourism, conducted tour, charter or hire | Taxable |
| 65 | Transport services through ECO (like Ola, Uber) even if metered cab or non-AC bus | Taxable |
| Goods Transport Services ① ② | | |
| 66 | Transport of goods by road (other than by GTA or courier agency) | Exempt |
| 67 | Transport of goods by Inland Waterways (river, canal, etc.) | Exempt |
| 68 | Transport by GTA of following goods (by Rail, Vessel, GTA) DR MONA ✱ ✱ Defence or military equipment ⇨ Relief materials (natural/man-made disasters) ⇨ Milk, Salt, and Food Grains (flours, pulses, rice) ⇨ Organic manure ⇨ Newspaper or magazines ⇨ Relief materials (natural/man-made disasters) ⇨ Agricultural Produce | Exempt |
| 69 | GTA services provided to Government Departments registered only for TDS u/s 51 (not for taxable supply) | Exempt |
| 70 | Services by way of hiring of means of goods transport to GTA | Exempt |
| 71 | Simple Road Transport (no consignment note) R.D — R.P → RCM. | Exempt |
| Renting of Immovable Property URP — IP — R.P → RCM | | |
| 72 | Renting of residential dwelling for residence to unregistered person | Exempt |
| 73 | Renting of residential dwelling to a registered person who is a proprietor renting in personal capacity for own residence | Exempt |
| 74 | Accommodation service in student residences/hostels/camps/PG/Service apartment etc -Only if rent /charges is upto ≤ ₹20,000/month per person and stay for ≥ 90 continuous days. | Exempt |
| Special Taxability | | |
| 75 | Renting of residential dwelling for residence to registered person (other than exempted proprietor case)- taxable under RCM | Taxable |
| 76 | Renting of residential dwelling for commercial use (to any person) | Taxable |
| 77 | Renting of immovable property (other than residential dwelling) - if [URP TO RP = RCM is applicable] [other case = FC is applicable] | Taxable |
| Entertainment Sector (clean) | | |
| 78 | Performance by individual artist in folk or classical art forms of music, dance, or theatre where fee ≤ ₹1,50,000 per performance (other than brand ambassador) | Exempt |
| 79 | Admission to circus, dance, theatrical performance, drama, ballet, award function, concert, pageant, musical performance, sporting event (recognized or non-recognized), planetarium, where ticket ≤ ₹500/person | Exempt |
| 80 | Admission to protected monuments declared under Ancient Monuments Act (No ₹500 limit) | Exempt |
| 81 | Admission to museum, national park, wildlife sanctuary, tiger reserve, zoo (No ₹500 limit) | Exempt |
| 82 | Training or coaching in arts or culture provided by individual (Dance, music, painting etc) | Exempt |
| 83 | Training or coaching in sports by charitable entities (registered under Sec 12AA/12AB) | Exempt |
| Special Taxability | | |
| 84 | Modern arts like western music, drama, acting in films/TV, etc. | Taxable |
| 85 | Artist services as brand ambassador | Taxable |

GST- Exemptions LDR NOTES

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| Banking and Financial Services | | |
| 86 | Extending deposits, loans, or advances where consideration is interest or discount (except credit card interest) | Exempt |
| 87 | Discounting of cheque, promissory note, bill of exchange, invoice | Exempt |
| 88 | Discount/subscription of Commercial Papers (CPs) and Certificates of Deposit (CDs) | Exempt |
| 89 | Interest on debentures, bonds | Exempt |
| 90 | Penal interest also exempt if linked to loan ✓ | Exempt |
| 91 | Repo and reverse repo transactions | Exempt |
| 92 | Sale/purchase of foreign currency between banks and authorized dealers | Exempt |
| Special Taxability | | |
| 93 | Interest and late payment charges on credit card | Taxable |
| 94 | Service charges, fees, documentation fees, broking charges, facilitation fees, processing charges | Taxable |
| 95 | Sale/purchase of foreign exchange to/from general public | Taxable |
| 96 | Interest on finance lease transactions | Taxable |
| Education Sector - Educational Institution (EI) must provide pre-school to higher secondary education, or education leading to recognized qualifications by Indian Law, or approved vocational education or Central and State Educational Boards to the extent of conduct of examination to claim exemption. | | |
| Service by an Educational Institution (EI) [Also read Reg. mat with Circular] | | |
| 97 | Any service by an Educational Institution (EI) to its students, faculty, staff | Exempt |
| 98 | Conduct of entrance examination by EI against entrance fee | Exempt |
| Service to an Educational Institution (EI) | | |
| 99 | Transportation (students, faculty, staff), Catering (including mid-day meals), Security/cleaning/ housekeeping to pre-school to higher secondary education (includes food services to Anganwadi centres) | Exempt |
| 100 | online educational journal education leading to recognized qualifications [Colleges, Universities, institution etc] | Exempt |
| 101 | Services relating to admission or conduct of examination (paper setting/evaluation etc) to all EI | Exempt |
| Special Taxability | | |
| 102 | Training services by private coaching centers (not leading to qualification recognized by law) | Taxable |
| 103 | Clubbing of recognized and unrecognized courses (dual qualification)- Taxable Mixed supply, highest GST rate) | Taxable |
| 104 | Recognized qualifications by foreign Law | Taxable |
| 105 | Renting, auditing, accounting services, all other service provided to EI | Taxable |
| 106 | Security/housekeeping services off-campus (e.g., Annual Day event) | Taxable |
| Affiliation services | | |
| 107 | Affiliation services by Central/State Educational Board or Council to government-controlled schools | Exempt |
| 108 | Affiliation services by Universities to Colleges- | Taxable |
| Services by Government & Local Authority [Read → 1st chart / Concept] | | |
| 109 | All Services provided by CG, SG, UT, or LA (subject to exceptions) then read this ✓ | Exempt |
| 110 | Basic postal services by Dept. of Post (Postcard, Inland letter, Book post, Ordinary post <10g) | Exempt |
| 111 | Services provided by Govt/LA to Business Entity whose turnover below GST registration limit in P.F.Y. | Exempt |
| 112 | Services by Ministry of Railways to individuals: - Sale of platform tickets - Facility of retiring rooms/ waiting rooms - Cloak room services - Battery-operated car services | Exempt |

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| 113 | Services between different zones/divisions under Indian Railways | Exempt |
| 114 | services by SPVs to Railways during concession period (use/maintenance of infrastructure) | Exempt |
| 115 | Govt services relating to registration/testing/calibration/safety check/certification (like fire license) | Exempt |
| 116 | Govt services related to issue of passport, visa, driving licence, birth/death certificate | Exempt |
| 117 | Services provided by CG/SG/UT/LA to another CG/SG/UT/LA | Exempt |
| 118 | Services supplied by CG/SG/UT to PSUs by way of guaranteeing loans | Exempt |
| 119 | Services by CG/SG/UT/LA by way of tolerating non-performance of contract (fines/liquidated damages paid by contractor to Govt for late delivery) | Exempt |
| 120 | Services by Govt Authority related to functions entrusted under Article 243G/243W (Municipality/ Panchayat)[water supply, street lighting, waste management] | Exempt |
| 121 | Services by way of providing information under the RTI Act, 2005 | Exempt |
| 122 | Statutory collections made by RERA are exempt. | Exempt |
| 123 | Assignment of right to use natural resources by Govt to individual farmer (for food, fuel, fiber production) | Exempt |
| 123A | Services by Govt where value of ₹500 → Exempt | Exempt |
| 124 | Specific services by Govt: - Transport of goods/passengers | Taxable |
| 125 | services by the Department of Post (other than basic post services as above) - Speed post, express parcel, agency services (passport handling, bill collection, etc.) | Taxable |
| 126 | Services by Ministry of Railways (other than exempted above)- always FCM | Taxable |
| 127 | Services provided to Business Entity by Govt/LA (if BE required to register under GST) | Taxable |
| 128 | Services related to aircraft/vessel operation at ports or airports. | Taxable |
| 129 | Renting of immovable property by Government or Local Authority to registered (RCM) or unregistered persons (FCM). | Taxable |
| Other Government Sector | | |
| 130 | Services by way of access to a road or bridge on payment of toll charges | Exempt |
| 131 | Services by Foreign Diplomatic Missions located in India | Exempt |
| 132 | Services by Govt. for granting national permits to goods carriages for inter-state movement | Exempt |
| 133 | Supply of grant services by Govt. Entity to Govt. / Govt specified person against grant consideration | Exempt |
| 134 | Services by Old Age Home (Govt or Sec 12AA/12AB entity) to senior citizens (age ≥ 60 yrs) up to ₹25,000/month (Inclusive of boarding, lodging, maintenance) | Exempt |
| 135 | Service by SG to Excess Royalty Collection Contractor (ERCC) for assigning royalty collection rights (Subject to conditions on GST payment by lease holders) | Exempt |
| 136 | Research & Development services funded by Govt Entity / Recognized Institution under Income Tax Act | Exempt |
| Services to Government | | |
| 137 | Services to Governmental Authority by way of: - Water supply - Public health - Sanitation conservancy - Solid waste management - Slum improvement & upgradation | Exempt |
| 138 | Training programs provided to Government/UT where ≥75% of total expenditure borne by Govt. | Exempt |
| 139 | Transmission or distribution of electricity by a Transmission/Distribution Utility (ETDU) | Exempt |
| 140 | Ancillary services related to electricity (renting metering equipment, testing meters, shifting lines, duplicate bills) by ETDU | Exempt |
| 141 | Services by Fair Price Shop to Govt (PDS sale of grains, kerosene, oil, etc.) | Exempt |
| 142 | Composite supply (Pure Service & Minor Goods) to Govt/LA where value of goods ≤ 25% and relating to functions under Article 243G/243W | Exempt |
| 143 | Services provided to Govt under Insurance Scheme where full premium paid by Govt | Exempt |
| 144 | Transport of passengers by Air to/from Regional Connectivity Scheme (RCS) airport funded by Govt . | Exempt |

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|---|--|------------|
| Sport Sector | | |
| 145 | Services provided by an individual as a player, referee, umpire, coach, or team manager) for participation in sporting event to a Recognized Sports Body | Exempt |
| 146 | Services provided by one Recognized Sports Body to another Recognized Sports Body | Exempt |
| Special Taxability | | |
| 147 | Services by individuals such as selectors, commentators, curators, technical experts | Taxable |
| Construction Sector | | |
| 148 | Pure labour contracts for construction, erection, commissioning, or installation of original works pertaining to a single residential unit (otherwise than as part of a residential complex) | Exempt |
| Special Taxability | | |
| 149 | Pure labour contracts for Repair – Maintenance – Renovation pertaining to a single residential unit (otherwise than as part of a residential complex) | Taxable |
| 150 | Construction of residential complex (multiple independent units/flats/apartments) | Taxable |
| Housing Society (RWA) Residential welfare Society. | | |
| 151 | Services by RWA For sourcing of goods or services from a third party for common use in a housing society/residential complex, up to ₹7,500 per member per month <u>[monthly Society charges]</u> | Exempt |
| 152 | Monthly maintenance charges more than ₹7,500 but Annual Turnover ≤ ₹20 lakh | Exempt |
| 153 | Property tax, water tax collected on behalf of Municipal Corporation by RWA | Exempt |
| Special Taxability | | |
| 154 | if the monthly contribution exceeds ₹7,500/- per member, entire contribution is taxable. | Taxable |
| Miscellaneous Sector | | |
| 155 | Services –By way of transfer of a going concern, As a whole or an independent part thereof. | Exempt |
| 156 | Services by an organiser to any person in respect of a business exhibition held outside India. | Exempt |
| 157 | Services by way of collection of contribution under State Government Pension Schemes | Exempt |
| 158 | Upfront amount (premium/salami/lease rent) on long-term lease (≥30 years) of industrial plots by SG entities | Exempt |
| 159 | Satellite launch services by ISRO/Antrix/NSIL | Exempt |
| 160 | Skill training services under Deen Dayal Upadhyaya Grameen Kaushalya Yojana | Exempt |
| 161 | Services by an Incubatee (Startup in Incubators) up to turnover of ₹50 lakh for 3 years | Exempt |
| 162 | Supply of TDR/FSI/Long-term Lease of land by landowner to builder for construction | Exempt |
| 163 | Reinsurance services for exempted insurance schemes (Inclusion of retrocession services in reinsurance) | Exempt |
| 164 | Services by Business Facilitators/Correspondents to banks in rural areas | Exempt |
| 165 | Incubator services recognized by BIRAC (biotech sector) | Exempt |
| 166 | Collection/provision of news by Press Trust of India, United News of India, or independent journalist | Exempt |
| 167 | Services by way of providing public conveniences (bathrooms, toilets, urinals, etc.) | Exempt |
| 168 | Vocational education and assessment services provided by or approved by NSDC, SSCs, or bodies recognized by NCVET, as per Govt. notification under the National Skill Development Mission etc | Exempt |
| 169 | Insurance Services Provided by the Motor Vehicle Accident Fund | Exempt |

The End