

CIRCULAR

Sub: - Percentage rate for contractors profit for calculation of differential tax liability in respect of GST.

Ref: - Minutes of Meeting held on 16/10/2019

A meeting of committee comprising of CE(NMIA), CAO, ACE(II), SE(HQ), & GST consultant M/s. Ekbote Deshmukh & Co. was held on 16/10/2019 to discuss issue of profit percentage to consider for working of GST claims for contractors. The issue was discussed and deliberated in detail and the committee unanimously resolved that contractor minimum percentage of profit shall be considered as 7.50 % for working out the claims for all pre GST contracts. Further, the contractor has to submit a chartered accountants certificate for his claim of profit; however, the same cannot be below 7.50%.

All Executive Engineers are requested to bring this circular to the notice of all contractors and submit GST claims to the consultant accordingly.

This is issued as per directives of CE(NM) & CAO.



R. S. Nayak
SE (HQ)
Emp No. 25555

Separately to:

All EEs ()

All SEs ()

CC to ACE (I & Metro)/ ACE (II)/ ACE (III) : for information please.

CE (NM)/ CE (NMIA)/ CE (SP)/CAO/CT&CP : for information please