Input Tax Credit under GST

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<u>Cases when ITC is unavailable under GST</u>

- a). **No ITC shall be available for the goods and services or both used for personal consumption and not for business purposes.**

- b). **No ITC will be provided for materials used in the construction of immovable property of for furtherance of business.** ITC will not be available for the goods or services or both provided to a taxable person used in the construction of an immovable property on his own account including when such goods or services or both are used in the course or furtherance of business.

- c). **ITC shall not be available for any work contract services.** ITC for the construction of an immovable property cannot be availed, except where the input service is used for further work contract services.

Cases when ITC is unavailable under GST

- d).ITC is not available for motor vehicles and conveyances except when:
  - the vehicle is used for the supply of other vehicles or conveyances
- the rule shall not apply if the vehicle is used for transportation of passengers
- the vehicle is used for imparting training on driving, flying, navigating such vehicle or conveyances
- **No ITC is available for motor vehicles or conveyances used for transportation of goods.**

Cases when ITC is unavailable under GST

- e). **No ITC is available for the supply of following goods or services or both:**
- **food and beverages, outdoor catering, beauty treatment, health services, cosmetic and plastic surgery except where the category of Inward and outward supply is same or the component belongs to a mixed or composite supply under GST**
- sale of membership in a club, health, fitness center
- ITC would not available for rent-a-cab, health insurance and life insurance except the following
- any services which are made obligatory for an employer to provide its employee by the Indian Government under any current law in force
- where the category is same for the inward supply and outward supply or it is a part of the mixed or composite supply
- in the case of travel, benefits extended to employees on vacation such as leave or home travel concession.

Cases when ITC is unavailable under GST

- f). No ITC would be available to the person who has made the payment of tax under composition scheme in GST law.
- g) . ITC cannot be availed on goods or services or both received by a non-resident taxable person except for any of the goods imported by him.
- h).Goods lost, stolen, destroyed, written off or disposed of by way of gift or free samples are not available for claiming ITC under GST.
- i). ITC will not be available in the case of any tax paid due to non or short tax payment, excessive refund or ITC utilized or availed by the reason of fraud or willful misstatements or suppression of facts or confiscation and seizure of goods.

--------Thank You-------