

INPUT TAX CREDIT ON HOTEL / ROOMS STAY (GST)

CASE 1:

Place of Hotel: Mumbai

Consumer Registration: Delhi

Place of Supply: Mumbai

Tax charged on Hotel Bill: CSGT + SGST

Tax would be claimed by the Consumer in Books: IGST (Mumbai to Delhi)

Conclusion: ITC in the given case can **NOT** be claimed on Hotel Bills

CASE 2:

Place of Hotel: Delhi

Consumer Registration: Delhi

Place of Supply: Delhi

Tax charged on Hotel Bill: CSGT + SGST

Tax would be claimed by the Consumer in Books: CGST + SGST (Delhi to Delhi)

Conclusion: ITC in the given case can be claimed on Hotel Bills

NOTES:

1. ITC on foods bills can NOT be claimed.
2. ITC on restaurants bill can NOT be claimed.
3. Hotel Bill ITC can be claimed only when the stay for the Business Purposes.