Dear Professional Colleague,

Earlier, Point of Taxation (Amendment) Rules, 2011 vide Rule 7 provided that in case of seven specified services namely, Chartered Accountant, Cost Accountant, Company Secretary, Architect, Interior Decorator, Legal, Scientific and Technical consultancy services provided by Individuals, proprietorships and partnership firms, service tax is required to be paid on receipt basis.

Now **w.e.f. 1-7-2011 vide Notification No. 41/2011-ST dated 27.06.2011**, one more service of consulting engineer has been added to aforesaid list of specified services.

In simple terms, we can say that in case of following services, service tax is required to be paid on receipt basis provided that services provider is either individual, proprietorships or partnership firms:-

a) Chartered Accountant,
b) Cost Accountant,
c) Company Secretary,
d) Architect,
e) Interior Decorator,
f) Legal, Scientific,
g) Technical consultancy services, and
h) Consulting Engineer Service

For complete Notification please refer ***"Annexure-A"***.

**With Warm Regards**

**Atul Kumar Gupta**
B Com (Hons) FCA, AICWA, MIMA
Former Chairman NIRC of ICAI
Former Chairman NIRC of ICWAI
Author of "An Introduction to Service Tax"
Author of "Comprehensive Guide to Service Tax"
**Mobile No. : 9810103611**

*“Annexure-A”*

Government of India

Ministry of Finance

(Department of Revenue)

New Delhi, the 27th June, 2011

**Notification No. 41/2011 – Service Tax**

G.S.R. (E).- In exercise of the powers conferred by clause (a) and clause (hhh) of sub-section (2) of section 94 of the Finance Act, 1994 (32 of 1994), the Central Government, on being satisfied that it is necessary in the public interest so to do, hereby makes the following rules further to amend the Point of Taxation Rules, 2011, namely:-

1. (1) These rules may be called the Point of Taxation (Second Amendment) Rules, 2011.
   (2) They shall come into force on the 1st day of July, 2011.

2. In the Point of Taxation Rules, 2011, in Rule 7, in sub-rule (c),- before the bracket and letter “(p)”, the bracket and letter “(g)” shall be inserted,

[F. No. 334/3/2011-TRU]

(Samar Nanda)

Under Secretary to the Government of India

Note.- The principal rules were notified vide notification no. 18/2011-Service Tax, dated the 1st March, 2011, published in the Gazette of India, Extraordinary vide Number G.S.R. 175(E), dated the 1stMarch, 2011 and last amended vide notification No.25/2011-Service Tax, dated the 31st March, 2011, published on the Gazette of India vide Number G.S.R. 283(E), dated the 31st March, 2011.