New Service Tax Reverse Charge Mechanism - Matrix

(As per Notification No. 30-2012 dated 20-06-2012 & Notification No. 45-2012 dated 07-08-2012)

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Sr. No.	Following Services provided or agreed to be provided	Service Provided by followings Persons called Service Provider (SP)	Conditions	Services Received by following persons called Service Receiver (SR)								Service Tax Liability	
				Individual	Hindu Undivided Family (HUF)	Business Entity having turnover exceeding Rs.10 Lakhs in preceding FY						% of Liability of Service Provider (SP)	% of Liability of Service Receiver (SR)
						Proprietary Firm who is not registered under Excise	Proprietary Firm who is registered under Excise	Partnership Firm	Association of Person (AOP)	Company	LLP		
	(w.e.f. 01-07-2012)												
1	Transport of Goods by Road	Goods Transport Agency (GTA)	Recipient should be person; (i) liable to pay freight, and (ii) located in taxable territory				•	•	•	•	•	Nil	100%
2	Sponsorship Services	Any person	Recipient should be located in taxable territory					•		•	•	Nil	100%
3	Arbitral Services	Arbitral Tribunal **(Note - 1)**	Recipient should be located in taxable territory			•	•	•	•	•	•	Nil	100%
4	Legal Consultancy Services	Individual or Part. Firm of advocate **(Note - 2)**	Recipient should be located in taxable territory			•	•	•	•	•	•	Nil	100%
5	Support Services	Government or Local Authority	Recipient should be located in taxable territory			•	•	•	•	•	•	Nil	100%
6	Renting of Motor Vehicle Services (on abated value)	Individual or HUF or Partnership Firm or AOP	Recipient should be person; (i) not be in similar line of business, and (ii) located in taxable territory							•	•	Nil	100%
7	Renting of Motor Vehicle Services (on non-abated value)	Individual or HUF or Partnership Firm or AOP								•	•	60%	40%
8	Supply of Manpower Services	Individual or HUF or Partnership Firm or AOP	Recipient should be located in taxable territory							•	•	25%	75%
9	Service Portion in Execution of Works Contract Services	Individual or HUF or Partnership Firm or AOP	Recipient should be located in taxable territory & has option to choose valuation method							•	•	50%	50%
10	Any Services	Person located in Non-Taxable Territory	Recipient should be located in taxable territory			•	•	•	•	•	•	Nil	100%
	(w.e.f. 07-08-2012)												
11	Services	Director of a company	Recipient should be company of which person is director							•		Nil	100%
12	Security Services	Individual or HUF or Partnership Firm or AOP	Recipient should be located in taxable territory							•	•	25%	75%

Note - 1 : Services provided by arbitral tribunal (i) to any person other than business entity, and (ii) to business entity with turnover upto Rs. 10 Lakhs in preceding FY year are not covered under reverse charge.

Note - 2 : Services provided by individual as an advocate or partnership firm of advocates (i) to any person other than business entity, (ii) to business entity with turnover upto Rs. 10 Lakhs in preceding FY, and (iii) to advocate, or partnership firm of advocates are not covered are not covered under reverse charge.