



# Maharshi Dayanand University, Rohtak

(A State University established under Haryana Act No. 25 of 1975)

NAAC Accredited 'A' Grade

## GST Cell (Accounts Branch)

Through- E-mail

No. FO/GST/2018/...14039...

Dated: ...28-09-2018.....

To

- ✓ All the HODs/Directors/Branch Officers  
Maharshi Dayanand University  
Rohtak.

**Subject: Regarding Deduction of 2% GST TDS to be applicable w.e.f. 1<sup>st</sup> October 2018.**

Sir/Madam,

It is hereby notified that in accordance of section 51 of the CGST Act and HGST Act, the Central Board of Indirect Taxes (CBIC) and Haryana Government Excise and Taxation Department have issued notification Nos. 50/2018 dated 13-09-2018 and No. 86/GST-2 dated 18-09-2018 respectively, vide which it has been made mandtory to deduct 2% GST TDS (1% CGST & 1% SGST or 2% IGST or 2% UTGST) w.e.f. 1<sup>st</sup> October, 2018 when the **Contract Value exceeds 2.5 lakh**. The provisions of section 51 of the said Acts shall come into force with respect to persons specified therein.

Provided that no deduction shall be made if the location of the supplier and the place of supply is in a State or Union territory which is different from the State or as the case may be, Union territory of registration of the recipient.

For example:

| Location of Supplier | POS (Place of Supply) | Registration of Recipient | 2% GST TDS to be deducted (Yes/No) | Type of 2% GST TDS |
|----------------------|-----------------------|---------------------------|------------------------------------|--------------------|
| Delhi                | Haryana               | Haryana                   | Yes                                | 2% IGST            |
| Haryana              | Haryana               | Haryana                   | Yes                                | 1% CGST+1% SGST    |
| Delhi                | Delhi                 | Haryana                   | No                                 | Not applicable     |

**Explanation:** For the purpose of deduction of tax specified above, the value of supply shall be taken as the amount excluding the central tax, State tax, Union territory tax, integrated tax and cess indicated in the invoice.

**For example:**

Mr. A enters into a contract with Mr. B to supply "Air-conditioners". Contract value is Rs. 8,00,000 (Excluding GST). Mr. A raises multiple invoices during the year for Rs. 1,00,000 each plus GST @ 18% i.e. Total Value = 1,18,000.


Here, Mr. B (Deductor) will deduct Rs. 2,000 (2% on Rs. 1,00,000/-) as TDS on GST on each such invoices. Even though the invoice value is less than Rs. 2,50,000/-

| Particulars   | Quantity | Rate     | Amount (Rs.)    |
|---|----------|----------|-----------------|
| Air Conditioners                                      | 2        | 50,000/- | 1,00,000        |
| <b>Taxable Value</b>                                  |          |          | <b>1,00,000</b> |
| <b>Add GST : 18% (CGST 9% &amp; SGST 9%)</b>          |          |          | <b>18000</b>    |
| <b>Bill Amount/Invoice Value</b>                      |          |          | <b>1,18,000</b> |
| <b>Less: 2% TDS on Rs. 1,00,000 (1% CGST+1% SGST)</b> |          |          | <b>2000</b>     |
| <b>Payable Amount after GST TDS</b>                   |          |          | <b>1,16,000</b> |

Continue overleaf.

Therefore, you are all requested to comply with the above said instructions to avoid any late fee, litigation and audit objections at a later stage.

Yours faithfully

  
FINANCE OFFICER

Endst No. FO/GST/2018/.....

Dated 28 -09-2018

Copy of the above is forwarded to the following for information and necessary action:

1. P.A./O.S.D. to the Vice-Chancellor/Dean Academic Affairs/Registrar/COE (for kind information of the Vice-Chancellor/Dean Academic Affairs/Registrar/COE) M. D. University, Rohtak.
2. University Librarian, M. D. University, Rohtak.
3. XEN (C-I), M. D. University, Rohtak.
4. XEN (C-II), M. D. University, Rohtak.
5. Joint Director, Audit Branch, M. D. University, Rohtak.
6. Principal, Campus School, M.D. University, Rohtak
7. Director, CPAS, Sector-40, Gurugram (to take further action at their own level).
8. Chief Warden (Boys), M. D. University, Rohtak.
9. Chief Warden (Girls), M. D. University, Rohtak.
10. Director, University Computer Centre, M. D. University, Rohtak for uploading the same on University website.

  
FINANCE OFFICER