



**PUNJAB STATE TRANSMISSION CORPORATION LIMITED**  
(Regd. Office: PSEB, Head Office, The Mall, Patiala-147001, Punjab, India)  
Corporate Identity Number - U40109PB2010SGC033814,  
Office of CFO, AO/Taxation, Shakti Sadan, Patiala  
E-mail: [ao-taxation@pstcl.org](mailto:ao-taxation@pstcl.org), Tel/Fax No. 0175-2203637

**GST Circular no. 02/2019**

To

All Addl. SEs/Sr. Xens/AOs (DDOs)  
Under PSTCL

Memo No: 364/410/CFO/Taxation/38

Dated: - 18.01.2019

**Sub: Exemption from GST on guarantee fee/commission.**

**Ref: GST Circular 07/2018 dated 02.08.2018.**

Government of India, Ministry of Finance vide Notification no. 28/2018 Central tax (Rates) dated 31st December, 2018 has further amended Notification no. 12/2017 Central tax (Rate) dated 28th June, 2017 by inserting "banking companies and" in the entry at Serial no. 34A, which is as follows:

Sl.	Chapter, Section Heading, Group or Service Code (Tariff)	Description	Rate	Condition
34A	Heading 9971	Services supplied by Central Government, State Government, Union territory to their undertakings or Public Sector Undertakings (PSUs) by way of guaranteeing the loans taken by such undertakings or PSUs from <b>banking companies and</b> the financial institutions	"NIL"	"NIL"

Therefore, w.e.f. 1st January 2019, PSTCL is not required to pay GST on guarantee fee/commission paid to Central Government, State Government, Union territory against guaranteeing its loans from **banking companies and the financial institutions**.

This is for your information and further necessary action please.

*Vipam Kansal*

Accounts Officer/ Taxation  
PSTCL, Patiala.

Endst No: - *411/46*/CFO/Taxation/38

Dated: - 18.01.2019

Copy of the above is forwarded to the following for information and further necessary action please.

1. Engineer -in- Chief/HIS&D PSTCL, Patiala.
2. Chief Engineer/SLDC, PSTCL, Patiala.
3. Chief Engineer/TS, PSTCL, Patiala.
4. Chief Engineer/P&M PSTCL Ludhiana.
5. CAO/F&A, PSTCL Patiala.
6. Company Secretary, PSTCL.
7. All Dy.CEs/SEs under PSTCL.
8. All Dy. CAOs / Dy. CAs under PSTCL.
9. All Addl. SEs/Sr. Xens under PSTCL (other than DDOs)
10. All AOs under PSTCL (other than DDOs).
11. SE/IT, PSTCL, Patiala for uploading the circular on website of PSTCL.

*Vipam Kansal*

Accounts Officer/Taxation  
PSTCL, Patiala.

CC:

1. PS to CMD, PSTCL, Patiala for kind information of CMD, please.
2. PS to Director/F&C, PSTCL, Patiala for kind information of Director/F&C, please.
3. Joint. Secy. to Director/Tech., PSTCL, Patiala for kind information of Director/Tech., please.
4. Sr. PS to Director/Admn., PSTCL, Patiala for kind information of Director/Admin, please.