

**Government of India
Ministry of Defence (Finance)**

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South Block, New Delhi

Subject: **Implementation of GST- Effect on Existing Contracts of Defence Services**

Consequent to rollout of Goods and Services Tax (GST) on 01 July 2017, the levy of taxes on various goods and services supplied to the Defence Forces after 30th June 2017 under the contracts entered into by the Ministry of Defence, Service Headquarters and Services before 01st July 2017 would be as per the GST Acts and Rules.

2. **All such contracts hereby stand amended to such extent to include taxes as per GST Acts and Rules. There will be no need for individual amendments to the contracts. Any change in value of the contract due to such change in statutory levy of taxes would not require fresh approval of the CFA.**

3. This issues with the approval of Defence Secretary and concurrence of Financial Advisor (DS).



(S P S Tomar)
DFA (GS)
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