

Service Sector Changes in Rates and Specific Conditions with effect from 22.09.2025

NOTE: We have only mentioned about the changes in Rate of Tax and Conditions made in Relevant Entries of Notification No. 11/2017- CT (Rate) dated 28.06.2017 as well as the Entries which have been substituted. For detailed analysis before practical application please refer to the Relevant Entries in Notification No. 11/2017- CT (Rate) dated 28.06.2017 as amended and substituted New Conditions/ Amended Conditions as per Notification No. 15/2025 (Rate) dated 17.09.2025

S. No. of Ntn.	Chapter, Section or Heading (SAC CODE)	Relevant Clauses of Ntn.	Description of Service	Old Rate of Tax (%) Till 21/09/2025	New Rate as per Notification No. 15/2025 (Rate) dated 17.09.2025	New Conditions/ Amended Conditions as per Notification No. 15/2025 (Rate) dated 17.09.2025
3	Heading 9954 (Construction services)	vii)	Composite supply of works contract as defined in clause (119) of section 2 of the Central Goods and Services Tax Act, 2017, involving predominantly earth work (that is, constituting more than 75 per cent of the value of the works contract) provided to the Central Government, State Government, Union territory or a local authority.	6	9	
		viii)	Composite supply of works contract as defined in clause (119) of section 2 of the Central Goods and Services Tax Act, 2017 and associated services, in respect of offshore works contract relating to oil and gas exploration and production (E&P) in the offshore area beyond 12 nautical miles from the nearest point of the appropriate base line	6	9	
		x)	Composite supply of works contract as defined in clause (119) of section 2 of the Central Goods and Services Tax Act, 2017 provided by a sub-contractor to the main contractor providing services specified in item (vii) above to the Central Government, State Government, Union territory or a local authority.	6	9	
7	Heading 9963 (Accommodation, food and beverage services)	(i)	Supply of 'hotel accommodation' having value of supply of a unit of accommodation less than or equal to seven thousand five hundred rupees per unit per day or equivalent.	6	2.5	Provided that credit of input tax charged on goods and services used in supplying the service has not been taken [Please refer to Explanation No. (iv)]

		(vi) Expl.	Accommodation, food and beverage services other than (i) to (v) above <i>Note: for the relevant clauses please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017</i>	9		
		(a)	For the removal of doubt, it is hereby clarified that, supplies covered by items (ii), (iii), (iv) and (v) in column (3) shall attract central tax prescribed against them in column (4) subject to conditions specified against them in column (5), which is a mandatory rate and shall not be levied at the rate as specified under this entry.			
	AMENDMENT AS PER NOTIFICATION 15/2025-CT (RATE) DATED 17.09.2025		For the removal of doubt, it is hereby clarified that, supplies covered by items (i), (ii), (iii), (iv) and (v) in column (3) shall attract central tax prescribed against them in column (4) subject to conditions specified against them in column (5), which is a mandatory rate and shall not be levied at the rate as specified under this entry.			
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
8	Heading 9964 (Passenger transport services)	(v)	Transport of passengers by air, with or without accompanied belongings, in other than economy class.	2.5	9	
		(vi)	Transport of passengers by any motor vehicle designed to carry passengers where the cost of fuel is included in the consideration charged from the service recipient.	6	9	
9	Heading 9965 (Goods transport services)	(iii)	Services of Goods Transport Agency (GTA) in relation to transportation of goods (including used house hold goods for personal use) supplied by a GTA where,-			
		(b)	GTA exercises the option to itself pay GST on services supplied by it.	6	9	
		(iv)	Transport of goods in containers by rail by any person other than Indian Railways.	6	2.5	Provided that credit of input tax charged on goods and services used in supplying the service has not been taken [Please refer to Explanation no. (iv)]
				OR	9	

		(v)	Transportation of natural gas, petroleum crude, motor spirit (commonly known as petrol), high speed diesel or aviation turbine fuel through pipeline	6	9	
		(vi)	Multimodal transportation of goods. Explanation [1].—	6		
		(a)	"multimodal transportation" means carriage of goods, by at least two different modes of transport from the place of acceptance of goods to the place of delivery of goods by a multimodal transporter;			
		(b)	"mode of transport" means carriage of goods by road, air, rail, inland waterways or sea;			
		(c)	"multimodal transporter" means a person who,—			
		(A)	enters into a contract under which he undertakes to perform multimodal transportation against freight; and			
		(B)	acts as principal, and not as an agent either of the consignor, or consignee or of the carrier participating in the multimodal transportation and who assumes responsibility for the performance of the said contract.			
			Explanation 2.—Nothing contained in this item shall apply to supply of a service other than by way of transport of goods from a place in India to another place in India.			
	NEW ENTRY AND RATE AS PER NOTIFICATION 15/2025-CT (RATE) DATED 17.09.2025		Multimodal transportation of goods where at least two different modes of transport are used by a multimodal transporter from the place of acceptance of goods to the place of delivery of goods, where;			

			a. Transportation of goods by any mode of transport other than air is involved.		2.5	Provided that the credit of input tax charged on goods and services used in supplying the service, other than input tax credit of input services of transportation of goods (i.e. services of transport of goods procured from other service provider), has not been taken. Provided further that where the supplier of input service of transportation of goods to a multimodal transporter charges central tax at a rate higher than 2.5%, credit of input tax charged on such input services of goods transportation in excess of the tax paid or payable at the rate of 2.5%, shall not be taken. Provided also that nothing contained in this item shall apply to supply of a service other than by way of transport of goods from a place in India to another place in India
			b. At least one mode of transport is by air.		9	Provided that nothing contained in this item shall apply to supply of a service other than by way of transport of goods from a place in India to another place in India
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
10	Heading 9966 (Rental services of transport vehicles 40[with operators])	(i)	Renting of any motor vehicle designed to carry passengers where the cost of fuel is included in the consideration charged from the service recipient.	6	9	
		(ia)	<i>Renting of goods carriage where the cost of fuel is included in the consideration charged from the service recipient.</i>	6		

	NEW ENTRY AND RATE AS PER NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025	(ia)	Renting of goods carriage where the cost of fuel is included in the consideration charged from the service recipient.		2.5	Provided that credit of input tax charged on goods and services used in supplying the service, other than the input tax credit of input service in the same line of business has not been taken: [Please refer to Explanation no. (iv)] Provided further that where the supplier of input service in the same line of business charges central tax at a rate higher than 2.5%, credit of input tax charged on the input service in the same line of business in excess of the tax paid or payable at the rate of 2.5% shall not be taken.
				OR	9	
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
12	Heading 9968		Postal and courier services.	9		
	NEW ENTRY AND RATE AS PER NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025		i) Postal services		9	
			ii) Courier Services		9	
			iii) Local delivery services a. supplied through electronic commerce operator where the person supplying such services is not liable for registration under sub-section (1) of section 22 of the Central Goods and Services Tax Act, 2017; b. other than (a) above		9	
			(iv) Delivery services other than (i), (ii) and (iii) above		9	
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
15	Heading 9971 (Financial and related services)	(vi)	Service of third party insurance of "goods carriage"	6	2.5	
21	Heading 9983 (Other professional, technical and business services)	ia)	Other professional, technical and business services relating to exploration, mining or drilling of petroleum crude or natural gas or both	6	Nil	

		(ii)	Other professional, technical and business services other than (i) and (ia) above and serial number 38 below.	9		
	NEW ENTRY AND RATE AS PER NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025		(ii) Other professional, technical and business services other than (i) above and serial number 38 below		9	
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
24	Heading 9986 63 [(Support services to agriculture, hunting, forestry, fishing, mining and utilities)]	(ii)	Support services to exploration, mining or drilling of petroleum crude or natural gas or both.	6	9	
26	Heading 9988 (Manufacturing services on physical inputs (goods) owned by others)	(i)	Services by way of job work in relation to diamonds falling under Chapter 71 in the First Schedule to the Customs Tariff Act, 1975 (51of 1975)		0.75	

	NEW ENTRY AND RATE AS PER NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025	(ii)	<p>Services by way of job work in relation to-</p> <p>(a) all food and food products falling under Chapters 1 to 22 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975); (b) all products falling under Chapter 23 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975), except dog and cat food falling under heading 2309 of the said chapter; (c) goods falling under Chapter 30 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975); (d) Hides, skins and leather falling under Chapter 41 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975); (e) Printing of newspapers, books (including Braille books), journals and periodicals; (f) Printing of all goods falling under Chapters 48 or 49 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975) which attract central tax @2.5% or Nil; (g) Textiles and textile products falling under Chapters 50 to 63 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975);</p> <p>(h) bricks falling under Chapters 68 or 69 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975) which attract central tax @2.5%; (i) all products, other than diamonds, falling under Chapter 71 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975); (j) handicraft goods; (k) umbrella.</p>		2.5	
		(iii)	Services by way of job work in relation to manufacture of alcoholic liquor for human consumption;		9	
		(iv)	Services by way of job work other than (i), (ii), and (iii) above.		9	
		(v)	Services by way of any treatment or process on goods belonging to another person, in relation to- a.printing of newspapers, books (including Braille books), journals and periodicals; b.printing of all goods falling under Chapters 48 or 49 in the First Schedule to the Customs Tariff Act, 1975 (51 of 1975) which attract central tax @2.5% or Nil		2.5	
		(vi)	Tailoring services.		2.5	

		(vii)	Services by way of any treatment or process on goods belonging to another person, other than (v) and (vi) above.		9	
SL REMARKS: For Old entry and more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
32	Heading 9994					
			(i) Services by way of treatment of effluents by a Common Effluent Treatment Plant.	6	2.5	
			(ia) Services by way of treatment or disposal of biomedical waste or the processes incidental thereto by a common bio-medical waste treatment facility to a clinical establishment.	6	2.5	
34	Heading 9996 (Recreational, cultural and sporting services)		(ii) Services by way of admission exhibition of cinematograph films where price of admission ticket is one hundred rupees or less.	6	2.5	
			(iia) Services by way of admission to (a) casinos or race clubs or any place having casinos or race clubs or (b) sporting events like Indian Premier League.	14		
	INSERTED VIDE NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025		Explanation: Nothing contained in clause (b) of this item shall apply to a 'recognised sporting event'			
			(iia) Services by way of admission to : (a) casinos or race clubs or any place having casinos or race clubs or (b) sporting events like Indian Premier League.	14	20	
			(iv) Services provided by a race club by way of licensing a bookmaker in such club.	14	20	
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017						
35	Heading 9997		Other services (washing, cleaning and dyeing services; beauty and physical well-being services; and other miscellaneous services including services nowhere else classified).	9		
	INSERTED VIDE NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025		i) Beauty and physical well-being services falling under Group 99972.		2.5	Provided that credit of input tax charged on goods and services used in supplying the service has not been taken [Please refer to Explanation No. (iv)]

		(ii) Other services (washing, cleaning, and dyeing services; and other miscellaneous services including services nowhere else classified).		9	
		Explanation - For the removal of doubt, it is hereby clarified that, supplies covered by item (i) in column (3) shall attract central tax prescribed against them in column (4) subject to conditions specified against them in column (5), which is a mandatory rate and shall not be levied at the rate specified under this item.			
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017					
38	Heading 9954 or 9983 or 9987	Service by way of construction or engineering or installation or other technical services, provided in relation of setting up of following,— Bio-gas plant Solar power based devices Solar power generating system Wind mills, Wind Operated Electricity Generator (WOEG) Waste to energy plants / devices Ocean waves/tidal waves energy devices/plants Explanation.—This entry shall be read in conjunction with serial number 201A of Schedule II] of the notification No. 1/2017- Central Tax (Rate), published in the Gazette of India, Extraordinary, Part II, Section 3, Sub-section (i) dated 28th June, 2017 vide GSR number 673(E), dated 28th June, 2017.	9	9	
	INSERTED VIDE NOTIFIATION 15/2025-CT (RATE) DATED 17.09.2025	“Explanation:- This entry shall be read in conjunction with serial number 437 of Schedule I of notification No. 9/2025- Central Tax (Rate), dated 17th September, 2025.”			
SL REMARKS: For more details please refer to Notification No. 11/2017 - CT (Rate) dated 28.06.2017					