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Dte of Contract Management  
Military Engineer Service  
Engineer-in-Chief's Branch  
Integrated HQ of MoD (Army)  
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66546/Manual/GST/ 11 /E8

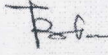
23 Jun 2017

CEs Comd, ADG (OF & DRDO)  
CEs Zone, CCEs,  
CWEs, GE(I)s, GEs, AGE(I)s

### GST ON WORKS CONTRACTS

1. GST is being rolled out wef 01 Jul 2017 and there is general lack of awareness about its exact implications on Construction Sector.
2. A meeting was held in MoD on 21 Jun 2017 chaired by Def Secy wherein it was apprised about GST Facilitation Cell in MoD and directions were issued to concerned Cell, to issue instructions without any delay and activate helpline number etc.
3. A copy of MoD letters and other documents distributed in above meeting is enclosed.
4. Certain instructions have already been issued by CGDA on GST vide their letter No. EDP/958/Misc/Software-Corr dated 16.06.17, letter No. IAW/9/9504/GST dated 16.06.17, letter No. AT/IX/9504/GST dated 16 Jun 17 and letter No. IAW/9/9504/GST dated 19.06.17, which are available on their website. These instructions stipulate amongst others that DDOs should get registered in GST (in MES, GE's are DDOs).
5. MES BAI vide their letter No MBAI/E-in-C/132/2017 dated 19.06.2017 have requested to keep fresh tendering in hold till clear cut instructions/orders come into force.
6. CEWC has also issued certain instructions to CEs Zones under their AOR clarifying that with the provision of Escalation Clause/Condition 63 of IAFW 2249 and Spl Condition for reimbursement/refund of new taxes/ levies on contract value after receipt of tendering, it should not be difficult to implement the GST process.
7. In tenders, the provision of GST and consequential changes in conditions are required to be spelt out clearly. Accepting Officer is required to ensure that clear stipulations wrt GST have been prescribed in tender & necessary action be taken in consultation with the PCDA/CDA concerned .
8. Please take appropriate action accordingly.

Encl: As above.

  
(Bhagirathi Pani)  
Dir (Contracts)  
For Engineer-in-Chief