



EBU/TN/P1/EPABX Revenue/2014-15 / 55

dttd 28/05/2014

To
The Principal General Manager/General Manager
BSNL Tamilnadu Circle,
All SSAs.

Sub: Service Tax to EPABX Franchisees on Revenue Share.

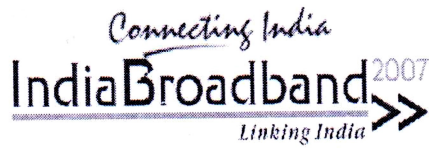
The approval of competent authority is hereby conveyed for providing service tax in the revenue share portion of the EPABX Franchisees for the EPABX commissioned for the Enterprise customers of Tamilnadu circle.


It is requested that service tax may kindly be added in the Revenue share portion of the following EPABX Franchisees of Enterprise Business BSNL Tamilnadu circle.

1. M/s Vrindavan Telecoms (India) Pvt Ltd.
2. M/s Zen Online.

BSNL Corporate office approval for providing service tax in the Revenue Share portion of M/s Coral Broadband Pvt Ltd is also enclosed herewith.

(T.VALAYAPATHY)
Assistant General Manager (Enterprise Business)




BHARAT SANCHAR NIGAM LIMITED
(A Government of India Enterprise)
Corporate Office (Revenue Management Branch - CFA)
2nd floor, Room No. 216, Eastern Court, Janpath,
NEW DELHI-110 001

No. 2-27/2007-BSNL/TR

Dated : 7th Jan, 2014

To

**All Heads of Telecom Circles and Metro Telephone Districts
Bharat Sanchar Nigam Limited.**

Subject: Billing and collection of revenue from the subscribers registered under free EPABX scheme – modification to procedure due to POT rules regarding collection of Service Tax.

Reference: This office Circular No. 2-27/2007-BSNL/TR dated 10/10/2013.

Kind reference is invited to instructions issued by Revenue Management-CFA Branch vide Circular No. referred to above.

In accordance with comment of Taxation Branch, CO, BSNL regarding applicability of Service Tax on the revenue share of franchisee i.e. M/s. Coral Broadband Private Limited (CBPL) as per agreement dated 21/07/2010, the following para may be added with Circular No. 2-27/2007-BSNL/TR dated 10/10/2013.

Service Tax is payable to M/s. Coral Broadband Private Limited for the bills issued for claiming revenue share against the services provided on or after 01/04/2013 (i.e. the date since when M/s. CBPL has been charging Service Tax on their claims) subject to the condition that bill/invoice is issued in conformity with rule 4 A (1) of Service Tax Rules, 1994. Service Tax paid by BSNL shall be treated as Service Tax paid on input service (Cenvat Credit) and the same can be utilized against the Service Tax payable on output service.

This may be brought to the notice of all concerned.



**(G.P. Verma)
GM (Finance) - CFA**

Copy for information to:

1. GM (Enterprise Business-II), CO, BSNL w.r.t. office U.O. No. BSNL/EB-II/CBPL/3-102/2012 dated 10/12/2013.
2. GM (Taxation), C.O., BSNL w.r.t. office U.O. No. 1002-08/2012-13/ Taxation/BSNL/795 dated 27/12/2013.
3. GM (CA), CO BSNL, New Delhi.
4. M/s Coral Broadband Private Limited, 10, 3rd Floor, Tower-II, Steller IT Park, C-25, Sector-62, Noida-201301.