GOVERNMENT OF INDIA MINISTRY OF RAILWAYS

LOK SABHA UNSTARRED QUESTION NO. 180 TO BE ANSWERED ON 18.07.2018

HIKE RAILWAY FARE

180. DR. UDIT RAJ:

Will the Minister of RAILWAYS be pleased to state:

- (a) the impact of GST on railway fare;
- (b) whether it has hiked railway AC fare too much and if so, the details thereof;
- (c) whether due to impact of GST, the present fare of every class has almost doubled in comparison to last few years; and
- (d) if so, the steps being taken to reduce its impact on common man?

ANSWER

MINISTER OF STATE IN THE MINISTRY OF RAILWAYS

(SHRI RAJEN GOHAIN)

- (a) to (c): With effect from 01.07.2017, in place of service tax at the rate of 4.5% on the passenger fare in AC and First class, Goods and Service Tax (GST) at the rate of 5% on the passenger fare of AC and First class is levied. Goods and service tax is not levied on second class and sleeper classes.
- (d): There has been a marginal increase in fare by 0.5% in AC and first class and no impact on sleeper class and second class.
