

Circular No. 159/15/2021-GST

Clarification on doubts related to scope of “Intermediary

Dated – 20th September, 2021

Clarification has been provided on doubts related to scope of “intermediary” as per Sec 2(13) of IGST Act. Primary requirements for the concept of intermediary services have been listed down which are as follows:

- There should be minimum of 3 parties
- There should be 2 distinct supplies – Main supply between 2 principals and an ancillary supply of intermediary services
- Intermediary should have a character of an agent, broker or any other similar person
- Intermediary does not include a person who supplies such goods or services or both or securities on his own account.
- Sub-contracting for a service is not an intermediary service.

For more details, please follow: [https://www.cbic.gov.in/resources//htdocs-cbec/gst/Circular%20No.%20159 14 2021 GST.pdf](https://www.cbic.gov.in/resources//htdocs-cbec/gst/Circular%20No.%20159%2014%202021%20GST.pdf)