

SERVICE TAX CELL

TRADE FACILITY NO. 06 / 2010-11

Sub : - Service Tax exemption for Janata Personal Accident Policy - regarding.

Attention is invited to Circular No.133/2/2011-ST dated 18th January, 2011 issued under F.No.332/36/2010-TRU, by Under Secretary (TRU) Govt.of India, Ministry of Finance, Deptt.of Revenue, Tax Research Unit, New Delhi, on the above subject. (Copy enclosed)

All the Trade Associations and Chambers of Commerce and Industries are requested to bring the contents of this trade facility to the notice of the members of the association.

N-102
(B.S.VASUDEV)
Commissioner,
C.Ex. & S.Tax
Pune -III Commissionerate.

F.No.VGN(30)STC/PIII/Tech-Misc-4/10-11/
Pune, the 9th February, 2011.

Copy to:

- 1 The Dy. Secretary, GIMFDR, New Delhi.
- 2 The D.G.I, C.C.Ex., New Delhi.
- 3 The Addl. D.G.I, C.C.Ex., WZU, Mumbai
- 4 The Chief Commissioner, Central Excise, Pune Zone, Pune.
- 5 The Commissioner of Central Excise Pune-I/Goa/Kolhapur Commissionerate
- 6 The Commissioner of Customs, Pune
- 7 The Commissioner (Appeals), Pune-I/II/III/Goa
- 8 The Addl.Dir. D.G.C.E.I., Regional Unit, Pune.
- 9 CERA, Mumbai.
- 10 CENTAX Publications Pvt. Ltd., 1512-B Bhisim Pitamah Marg, NewDelhi
- 11 All Members of RAC/PGC in the Commissionerate.
- 12 All Trade Associations & Chambers of Commerce & Industries in the Commissionerate.
- 13 All Addl/Jt. / Dy. /Asstt. Commrs, at Hdqrs, Divisions and Service Tax, Pune III Commissionerate.
- 15 All GOs / Section Heads at Hdqrs, Pune III Commissionerate.
- 15 Trade Facility Subscribers.
- 16 The Confederation of Indian Industry, Western Region, Pune, Bungalow No.2, Ganeshkhind Road, Pune 411005.
- 24 Maharashtra Chamber of Commerce, Industries & Agriculture, PO Box No.525, Tilak Road,Pune-411002
- 25 Software Exporter's Association of Pune, Kapilvastu, 397/7, Senapati Bapat Road, Pune- 411016.
- 26 Association of Export Oriented Units, c/o Serum Institute of India, Off Soli Poonawala Road, 212/2, Hadapsar, Pune 411028.
- 27 Association of Indian Forgings Industry, 101/112, Nyati Millenium, Nagar Road Viman Nagar Pune-411014.
- 28 Maharashtra State Tax Practioner Association Federation / Pimpri Chinchwad ITP-STP Association, Pimpri, P.J. Chambers, II Floor, 2A, Block No. 304, Pimpri Pune-411018.
- 29 The Systems Manager, EDP Section, Hdqrs. Pune-III Commissionerate to upload on the web site of Commissionerate immediately.
- 30 Additional Director General (Systems) New Delhi for information.

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1/2/11

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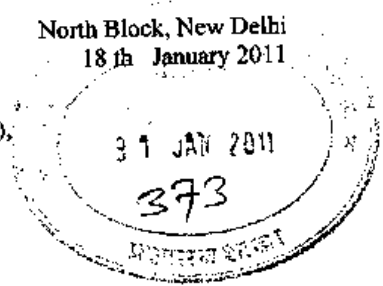
Circular No. 133/2/2011 - ST

F.No.332/36/2010-TRU
Government of India
Ministry of Finance
Department of Revenue
Tax Research Unit

North Block, New Delhi
18th January 2011

To

Chief Commissioners of Central Excise and Service Tax (All),
Director General (Service Tax),
Director General (Central Excise Intelligence),
Director General (Audit),
Commissioners of Service Tax (All),
Commissioners of Central Excise and Service Tax (All).



Madam/Sir,

Subject: - Service tax exemption for Janata Personal Accident Policy - reg.

A clarification has been sought as to the scope and meaning of the description namely 'Janata Personal Accident Policy (JPAP)' appearing in the Notification No. 3/1994-ST dated 30.06.1994.

2. The issue has been examined. The representation seeking clarification arises in the context of customized group insurance policy schemes known as JPAP, floated by various insurance companies as specified by state governments, to extend risk cover to certain specified target populations, under varying terms of insurance. Generally, a standard JPAP is an individual oriented policy with a fixed 'sum assured'. The sum assured in these JPAP policies is often as low as Rs. 25, 000/-, so that even people without regular income can afford to purchase a risk cover for themselves. For the insurers, JPAP offers a vehicle to fulfill the 'rural or social sector' obligation prescribed by the Insurance Regulatory Development Authority (IRDA). Since a description of JPAP Policy is not available in the relevant notification, it is clarified that customized group JPAP insurance schemes floated by various insurance companies as per the specifications of state governments concerned, to extend risk cover to target populations, and to fulfill the prescribed 'rural or social sector' obligation, are covered by the subject service tax exemption.

3. Trade Notice/Public Notice may be issued to the field formations accordingly.
4. Please acknowledge the receipt of this circular. Hindi version to follow.

J. M. Kennedy
(J. M. Kennedy)
Director, TRU
Tel: 011-23092634