

CBIC notifies 28% GST on specified actionable claims, including online gaming, lottery etc., and other provisions effective from 1 October 2023

On 29 September 2023, the Central Board of Indirect Taxes (CBIC) has issued several notifications to prescribe tax rate and give effect to various provisions relating to online gaming, casinos, lottery, betting etc. The notifications will come into effect from **1 October 2023**.

Summary of key amendments:

- The specified actionable claims (i.e., the claims involved in betting, casinos, gambling, horse racing, lottery, or online money gaming) will be taxable @28% under Goods and Services Tax (GST).
- The overseas supplier of online money gaming will be required to submit registration application in FORM GST REG – 10. Furthermore, such registered person will be required to file return in FORM GSTR-5A on or before 20th day of the succeeding month.
- Advances received with respect to supply of specified actionable claims will be taxable.
- Supply of online money gaming as goods from outside India will be exigible to IGST as per the GST provisions. The provisions of the customs laws will not be applicable in this case.
- The overseas supplier of online money gaming can obtain a single registration under simplified registration scheme. In this respect, the Principal Commissioner of Central Tax, Bengaluru West and all the officers subordinate to him will be the officers authorised to grant registration.
- In case of supply of online money gaming to unregistered person, the state name of the recipient should be mentioned on the tax invoice, which would be considered as the address on record of the recipient.
- The provisions of the Central Goods and Services Tax (Amendment) Act, 2023 and the Integrated Goods and Services Tax (Amendment) Act, 2023 will be effective from **1 October 2023**.