

Sub. : **“Krish Kalyan Cess” to be levied on balance outstanding as on 31st May 2016**

Dear Valued Customer

As you must already be aware, Union Budget 2016 had introduced a new levy called “Krishi Kalyan Cess” (‘KKC’) to be implemented with effect from 01st June 2016 @ 0.50% of the value of taxable services.

Further, vide “Notification no. 10-2016-Service Tax” dated 01st March 2016, amendments have been made in “Point of Taxation Rules”.

Keeping in line with the newly introduced “Explanation 2” to Rule 5 of “Point of Taxation Rules”, ‘KKC’ shall be payable in all the cases other than the two situations specified below :-

- a. Where invoice has been issued and payment received against such invoice before 01st June 2016; or
- b. Where payment has been received before 01st June 2016 and invoice has been issued latest by 14th June 2016

In view of the above, we will need to invoice KKC @ 0.50% of the value of taxable services included in outstanding balance, due from you to us, as at the close of business hours on 31st May 2016.

Issued in customer’s interest by

OOCL (India) Private Limited

As Agents for Orient Overseas Container Line Limited