

# Airbus India liable to 18% GST on 'intermediary services' to overseas holding firm: AAR

**AIRBUS INDIA'S TECHNICAL** advisory and procurement services for its France-based holding company are 'intermediary services' and liable to 18% GST, the Authority for Advance Ruling has said.

Airbus Group India had approached the Karnataka bench of the AAR, seeking a ruling on whether the services rendered by it to its holding company Airbus Invest SAS, France, would qualify as 'export of service' under the GST law and hence construed as a 'zero-rated supply'. The applicant — Airbus Group

India — is a subsidiary of Airbus Invest SAS, France, (Holding company) and its ultimate holding company is Airbus, SE Netherland.



Airbus India was established as a regional entity for performing services that include — procuring raw materials, assessing quality and risk evaluation, receiving a quotation from suppliers and sharing it with holding company, reviewing deadline of production, audit of the procurement process, report un-ethical suppliers' practices. — PTI