

## Section 7 of Integrated Goods and Services Tax Act 2017 - Interstate supply

**(1)** Subject to the provisions of section 10, supply of goods, where the location of the supplier and the place of supply are in-

**(a)** two different States;

Example – Mr. A from Haryana selling Goods to Mr. B in Punjab.



**(b)** two different Union territories; or

Example – Mr. A from Lakshadweep selling Goods to Mr. B in Daman & Diu.



**(c)** a State and a Union territory, shall be treated as a supply of goods in the course of inter-State trade or commerce.

Example – Mr. A from Haryana selling Goods to Mr. B in Daman & Diu.



**(2)** Supply of goods imported into the territory of India, till they cross the customs frontiers of India, shall be treated to be a supply of goods in the course of inter-State trade or commerce.

Example – Mr. A Imported Goods from Germany to India



**(3)** Subject to the provisions of section 12, supply of services, where the location of the supplier and the place of supply are in-

**(a)** two different States;

Example – Mr. A from Haryana Providing Services to Mr. B in Punjab.



**(b)** two different Union territories; or

Example – Mr. A from Lakshadweep Providing Services to Mr. B in Daman & Diu.



**(c)** a State and a Union territory

shall be treated as a supply of services in the course of inter-State trade or commerce.

Example – Mr. A from Haryana Providing Services to Mr. B in Daman & Diu.



**(4)** Supply of services imported into the territory of India shall be treated to be a supply of services in the course of inter-State trade or commerce.

Example – Mr. A Received Services in India from Mr. X in Germany.



**(5) Supply of goods or services or both,-**

when the supplier is located in India and the place of supply is outside India;

Example – Mr. A in India Supplied goods or Services or both to Mr. X in Germany. [Export]



to or by a Special Economic Zone developer or a Special Economic Zone unit;

Example – Mr. A Supplied Goods or Services or Both to Mr. Y in Special Economic Zone



or

in the taxable territory, not being an intra-State supply and not covered elsewhere in this section,

(shall be treated to be a supply of goods or services or both in the course of inter-State trade or commerce.

Example – Supply from a state to a place located in Exclusive Economic Zone (EEZ)/Continental shelf & Vice versa.

