

GST FREQUENTLY ASKED ISSUES

**ITEM 4:
Royalty**

If royalty has already been included into the customs value during importation, what is the GST treatment on royalty under sec. 13 GSTA 2014?

- i) Supply of royalty is a supply of services.
- ii) GST need to be accounted for on any payment made in relation to imported goods, however if the royalty has been included into customs value when the declaration was made at the time of import, no GST on such royalty need to be charged separately as imported services.