

**HC: holds that GST is leviable on royalty paid for mining concessions granted by the State, as such royalty does not constitute a tax**

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**REFER THE DECISION OF THE HON'BLE HIMACHAL PRADESH HIGH COURT IN THE CASE OF**

**Bhawya Enterprises V/s Union of India, decided on 5-11-2024**

**Key Issues:**

**Whether GST is to be levied on royalty arising from concessions granted by the State Government?**

**Hon'ble High Court Judgement:**

**Since royalty is not considered a tax, GST must be paid on royalty for mining concessions granted by the State**

**Section 9 of Central Goods and Services Tax Act, 2017.**