

**When co-owners receive rent according to their respective shares, they are not considered an Association of Persons and can claim individual exemptions, says CESTAT**

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**REFER THE DECISION OF THE HON'BLE CESTAT, REGIONAL BENCH, of CHANDIGARH IN THE CASE OF**

**Ramesh Kumar Chaudhary V/s Commissioner of Service Tax, decided on 17-12-2024**

**Key Issues:**

**Is the rent received by co-owners in proportion to their share taxable?**

**HON'BLE CESTAT Judgement:**

**Co-owners who receive rent separately based on their share of ownership are not considered an Association of Persons and can each claim individual exemption under Notification No. 6/2005-ST**

**Section 93 of the Finance Act, 1994 read with Rule 3 of Service Tax Rules, 1994.**