

## Service Tax on Rent Upheld by the Delhi High Court

## Service Tax on Rent Upheld by the Delhi High Court

The Delhi High Court (“DHC”) has by its judgment pronounced earlier today upheld the validity of service tax on commercial rentals, as imposed by the Finance Act of 2010. All the petitions challenging the levy before the DHC have accordingly been dismissed by it.

The DHC is the fifth High Court of the country which has upheld the levy in this round of litigation, whereas none of the High Courts have disapproved the levy so far.

We will circulate a summary and analysis of the DHC judgment after study. For a background of the dispute, please refer to LexPrompt of August 24, 2011, or request the sender.

### LexCounsel, Law Offices

C-10, Gulmohar Park  
New Delhi 110 049, INDIA.

Tel.: +91.11.4166.2861  
Fax: +91.11.4166.2862

*Recommended by:*

