

# Finer Issues in Real Estate Sector and Works Contract in GST

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**Abstract:** *Real estate industry is one of the major industries performing in growth & development of the country. After a drastic halt in pandemic, Real estate industry has again picked up to rise. Many projects which were shut in middle of 2020, are in the completion stage now. "Currently making up 7% of the GDP, the real estate industry is predicted to increase that to 10% by 20251. The industry in India is expected to be worth USD 1 trillion in the next years as the country strives for a USD 5 trillion economy2.*

*Though there is lot more potential for this industry to grow but being unorganised, real estate faces many challenges with respect to compliances of taxes, employment, litigations & managing cost profitability of projects etc. It is very crucial for builders & Developers to maintain all the internal & external aspects of a project like Quality of Structure, Cost, Profit margin, Sales, following rules regulations, compliance with Government policies, Labour Management etc.*

*Few of the recent reforms in Taxation Norms (GST- March 2019) & RERA Regulations play not less than a revolutionary role in Real Estate Industry. Keeping these recent changes in consideration what challenges /Issues are being faced by this industry and various segment of people operating in real estate industry are discussed in brief*

**Keywords:** Real estate sector, GST, RERA, Problems & Challenges faced, Concerns, Suggested solutions

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