



## K3 Tax Calculation

We have been receiving queries on K3 tax calculation and collection on ticket issuance, refunds, change fare, fee and no charges. Thus, please find the clarifications below :

### K3 tax percentage applicability

- 5% for Economy.
- 12% for other than Economy (Premium / Business / First).

### For refund

- No additional K3 tax or RAF to be collected as it is inbuilt in the penalties.
- No additional K3 tax or RAF to be collected on no-show tickets.

### For reissuance and other cases

- Above mentioned percentage rate should be manually calculated and collected.
- K3 tax is applicable to additional fare, tax difference, reissue penalty and no-show charges on the reissued ticket.
- For reissue, K3 tax to be calculated on additional fare + YQ + YR + penalty, which includes XP, OA, OB, OC and OD taxes.

For more clarification, please feel free to contact your respective account manager.