

## Intensive Study Course on GST

Organised by Andheri (Oshiwara) & Goregaon Malad (Central) CPE S.C. of WIRC

Supported by J.B.Nagar CPE S.C. of WIRC

Job Work, E-Commerce, Registration, Payment & Related Transition Provisions



Presented by

**CA JINIT SHAH**

+91 987 007 0607

ca.jinitshah@gmail.com

### COVERAGE



**REGISTRATION**



**PAYMENTS**



**JOB WORK**



**ELECTRONIC COMMERCE**



**MIGRATION OF EXISTING TAXPAYERS – SECTION 139(1) READ WITH RULE 16 OF REGISTRATION RULES**

Every person (other than person deducting tax at source & ISD) registered under Existing Law & having PAN shall enroll by validating e-mail address & mobile no.



Upon enrolment the person shall be granted registration on provisional basis & a RC in Form GST REG-24



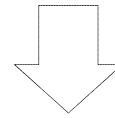
Taxable person who has been granted multiple registrations under existing law on the basis on single PAN shall be granted only one provisional registration



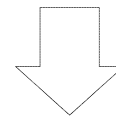
Person having centralized registration under ST shall be granted only one provisional registration in the State in which he is registered

**MIGRATION OF EXISTING TAXPAYERS – SECTION 139(1) READ WITH RULE 16 OF REGISTRATION RULES**

Every person granted provisional registration shall submit application electronically duly signed alongwith info & documents



The info to be furnished within 3 months (???) or within such further period as may be extended



If the info & particulars furnished are found to be correct & complete a RC in GST REG-06 shall be made available electronically on common portal

**MIGRATION OF EXISTING TAXPAYERS – SECTION 139(1) READ WITH RULE 16 OF REGISTRATION RULES**

If info or particulars found to be incorrect or incomplete then provisional registration granted shall be cancelled by issuing an Order in Form GST REG-26



No provisional registration to be cancelled without serving Show Cause Notice in GST REG-27 & personal hearing

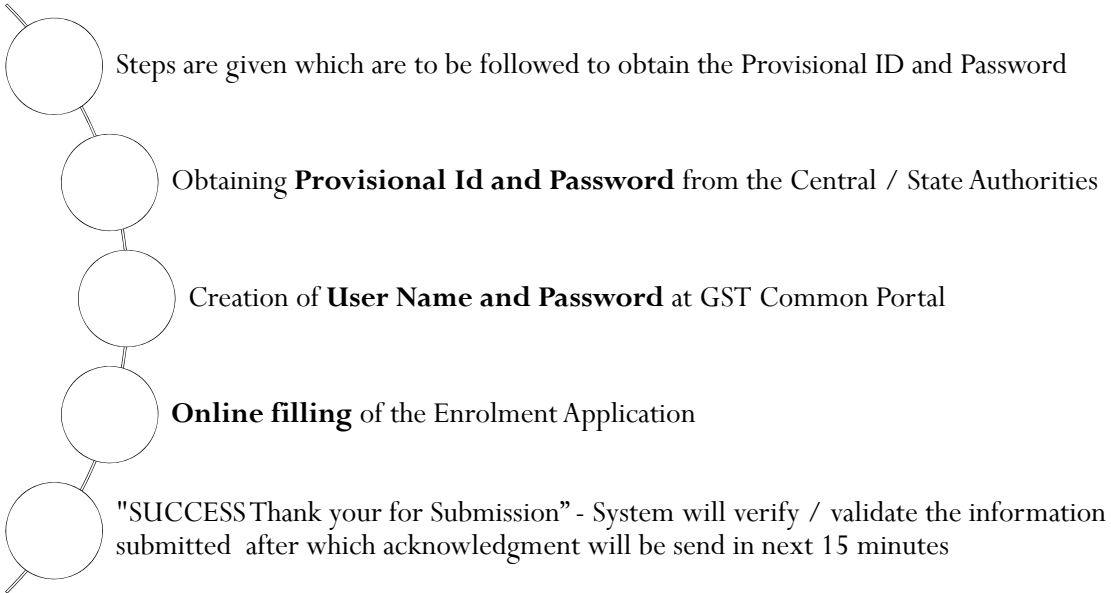


After personal hearing if found no cause exists then officer will vacate the SCN by issuing order in Form GST REG-19

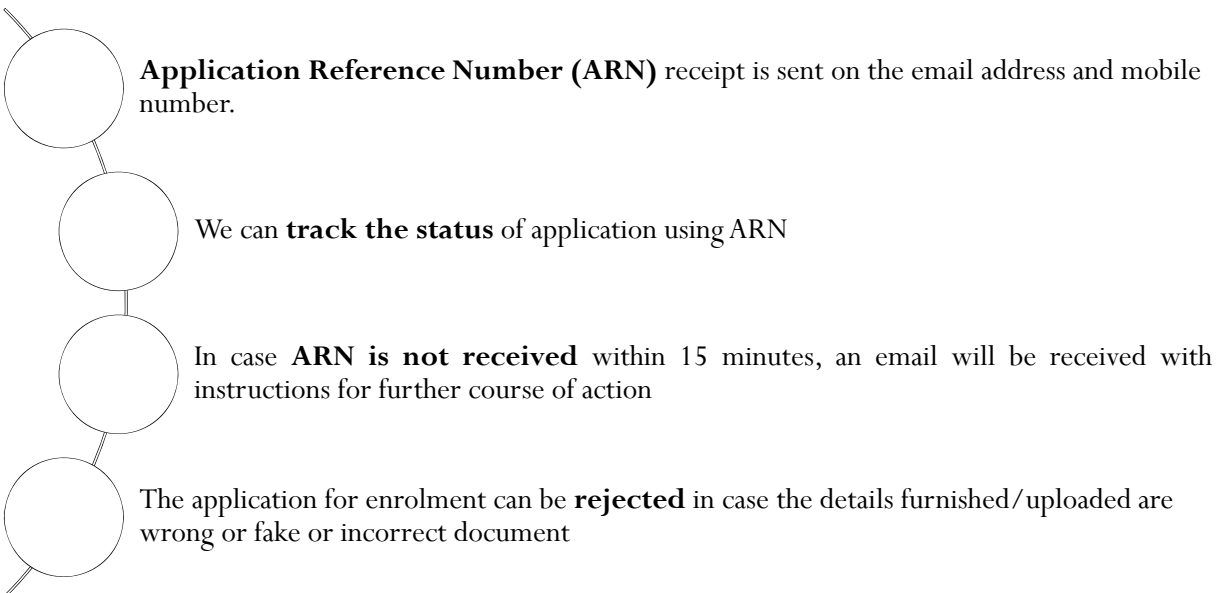


Every person registered under the existing Laws who is not required to register under GST shall within 30 days of appointed date, at his option, apply electronically for cancellation in Form GST REG-28 & P.O. after conducting such enquiry as deemed fit shall cancel

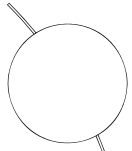
## MIGRATION OF EXISTING TAXPAYERS TO GST



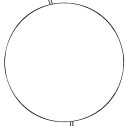
## MIGRATION OF EXISTING TAXPAYERS TO GST



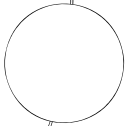
## MIGRATION OF EXISTING TAXPAYERS TO GST



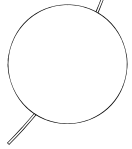
**Reasonable opportunity** of being heard will be provided before rejection.



**Amendments** to the enrolment application can be made from appointed date

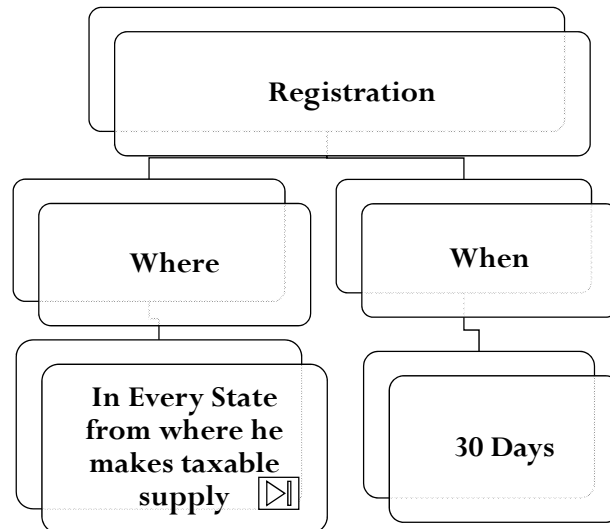


**Provisional Registration Certificate** will be available on the dashboard on the appointed date



The **Final Registration Certificate** will be provided after verification of documents (within 6 months) after appointed date.

## REGISTRATION



## REGISTRATION

Existing Assessee	New Assessee	Business Transfer	Amalgamation or Demerger	Compulsory
<p>Liable to be registered w.e.f. appointed date</p>	<p>Threshold Exemption – Rs. 20 Lakhs</p> <p><u>Aggregate T/O</u></p>	<p>On account of succession or otherwise</p>	<p>Transferee liable to register</p>	<p>Irrespective of aggregate T/O</p>
	<p>Special Category States as per Art. 279A(4)(g) of the COI – 10 Lakhs</p>	<p>As going concern</p>	<p>w.e.f. date ROC issues C.O.I. giving effect to HC or Tribunal Order</p>	<p>Specified</p>
	<p>Persons not liable to register</p>	<p>Transferee / successor liable to register</p>		

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## AGGREGATE TURNOVER & THRESHOLD

<p style="text-align: center;"><b>MEANS</b></p> <p>Aggregate value of all</p> <ul style="list-style-type: none"> <li>- taxable supplies</li> <li>- exempt &amp; non-taxable supplies</li> <li>- export of goods / services</li> <li>- inter-State supplies of a person having same PAN</li> </ul> <p>to be computed on all India basis</p>	<p style="text-align: center;"><b>EXCLUDES</b></p> <ul style="list-style-type: none"> <li>- Taxes charged under CGST Act, SGST Act, UTGST Act &amp; IGST Act</li> <li>- Value of inward supplies on which tax is payable on RCB</li> </ul>
<p>Threshold shall include all supplies made, whether on own account or made on behalf of all principals.</p>	
<p>Supply of goods, after completion of job-work, by a registered jobworker shall be treated as the supply of goods by the Principal, &amp; the value of such goods shall not be included in the aggregate turnover of such job worker</p>	

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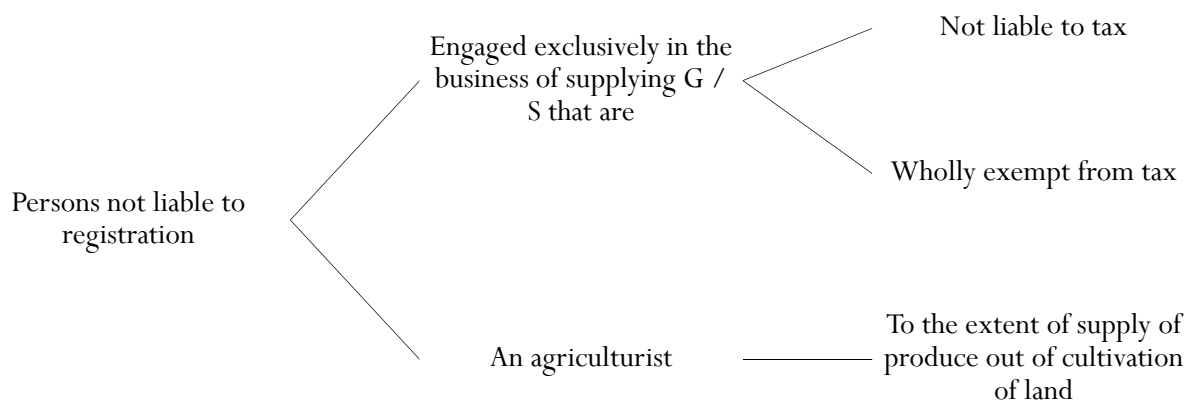
## REGISTRATION

- ➔ Whether M/s. ABC Enterprise is liable to obtain GST Registration on the basis of the following information:

From (State)	Type of Supply	Amount
Gujarat	Exempted Goods	12,00,000
Maharashtra	Taxable Goods	5,00,000
Maharashtra	Export of Goods	6,00,000
Telangana	Job Work Service	7,00,000
<b>Total</b>		<b>30,00,000</b>

- ➔ If yes liable to Registration in which State?

## NOT LIABLE TO REGISTRATION



Govt., on recommendation of GST Council, may by notification, specify category of persons who may be exempted from obtaining registration

## COMPULSORY REGISTRATION - IRRESPECTIVE OF THRESHOLD

- 1) Person making inter-state taxable supply
- 2) Casual Taxable Person (CTP) making taxable supply - apply atleast 5 days prior
- 3) Person required to pay tax under reverse charge
- 4) E-Commerce Operator (ECO) or person representing such ECO for specific categories of services, as may be notified, provided through ECO
- 5) Non-resident Taxable Person (NTP) making taxable supply - apply atleast 5 days prior
- 6) Persons required to deduct tax at source, whether or not separately registered
- 7) Persons who supply G / S on behalf of other taxable persons, whether as agent or otherwise
- 8) Input Service Distributor, whether or not separately registered
- 9) Persons who supplies G / S, other than specific categories of services, through E-Commerce Operator who is required to do TCS
- 10) Every E-Commerce Operator
- 11) Person supplying OIDARS from outside India to a unregistered person in India
- 12) Such other person or class of persons as may be notified

## REGISTRATION – VARIOUS ASPECTS

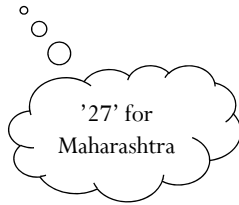
- Effective date of registration
- Linked to Input Tax Credit
- For every State – separate single registration
- Business Verticals (B.V.)
- PAN mandatory
- Unique Identification No. (UIN)
- Display of Registration Certificate & GSTIN
- Advance Tax Deposit & Extension in case of CTP & NTP
- Physical Verification
- Authentication of Applications, etc.
- SEZ Unit or Developer to make separate application as a B.V. distinct from its other units located outside the SEZ



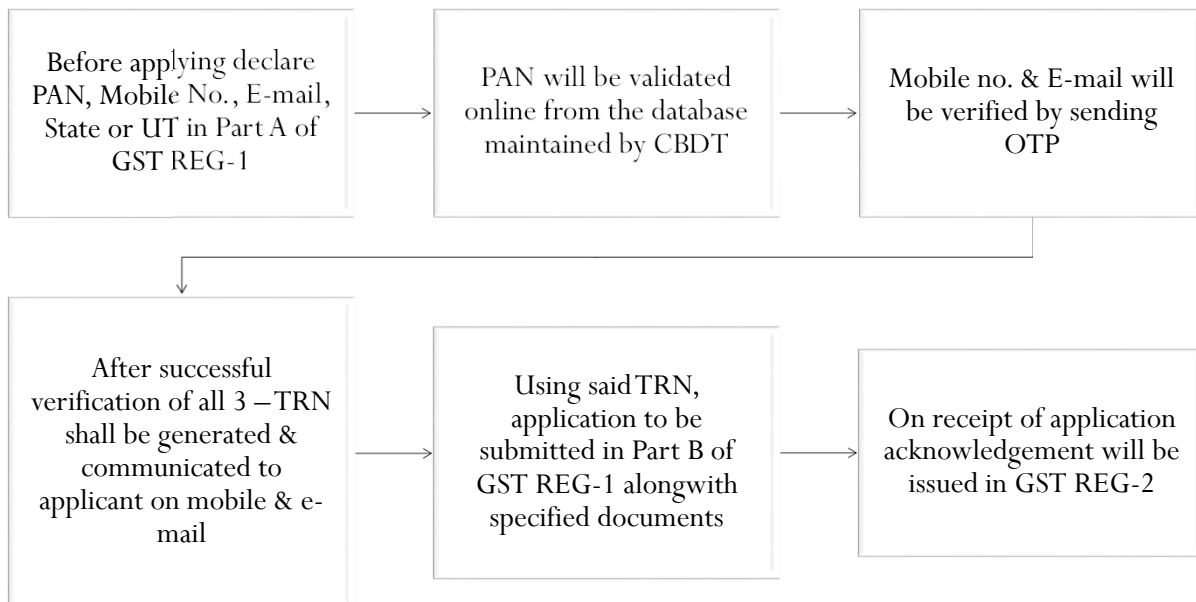
## REGISTRATION – VARIOUS ASPECTS

### ➤ Structure of GSTIN

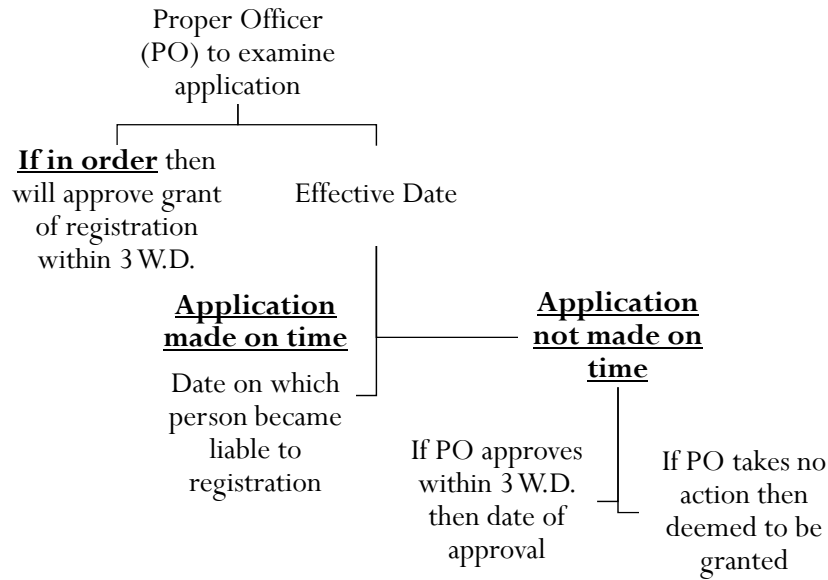
State Code		PAN										Entity Code		Check Digit
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15



## PROCESS FOR REGISTRATION



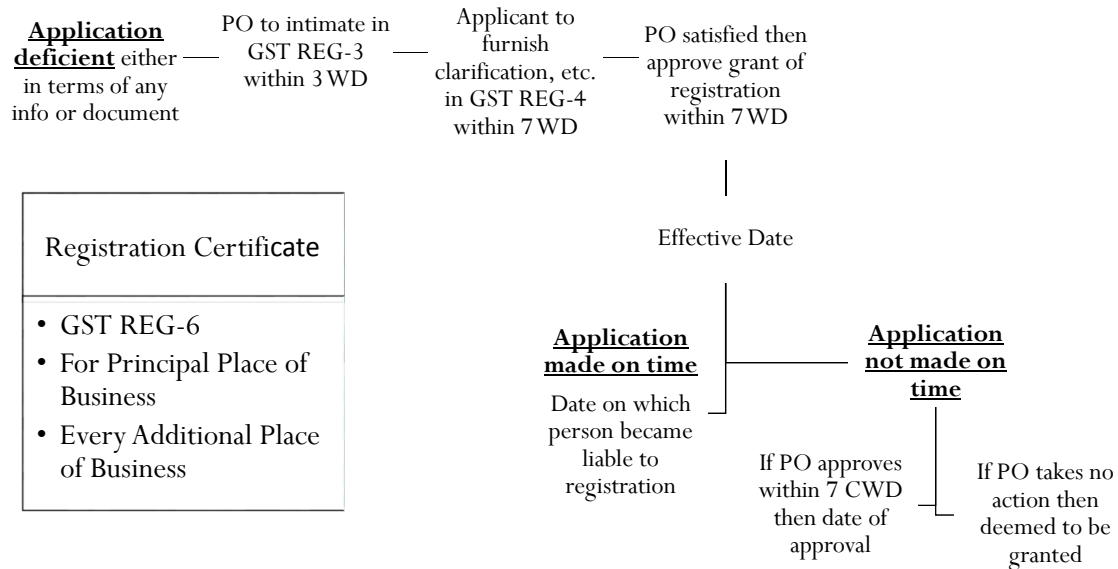
## APPLICATION – IN ORDER



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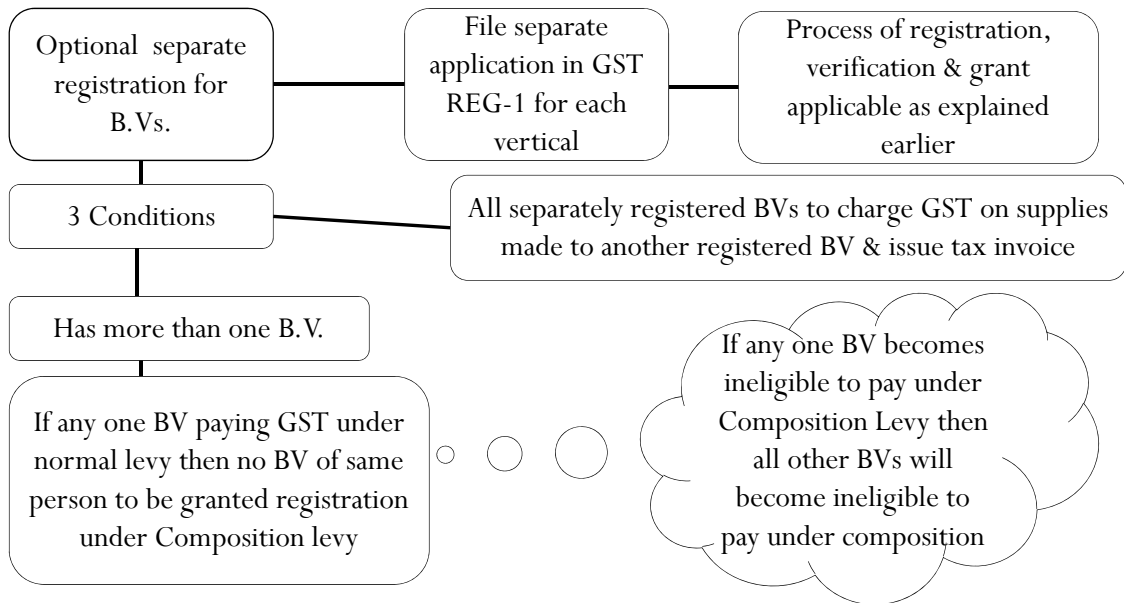
## APPLICATION – DEFICIENT



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## MULTIPLE BUSINESS VERTICALS WITHIN A STATE



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## TDS & TCS REGISTRATIONS

Application in GST REG-7 → Registration in GST REG-6 in 3 WD after due verification

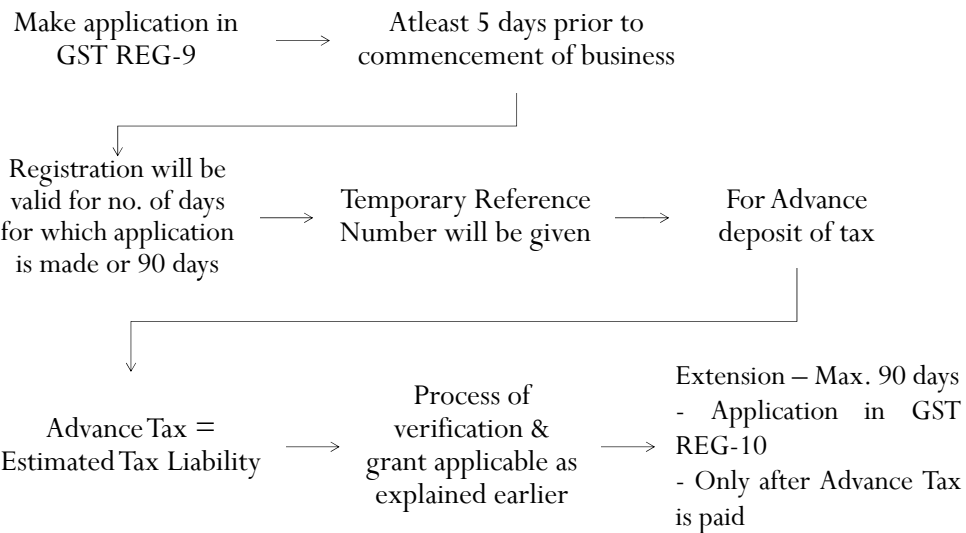
No longer liable for TDS / TCS

- PO may cancel the certificate
- Issue SCN and give opportunity of being heard
- Communicate such cancellation in GST REG-8

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22

## NON-RESIDENT TAXABLE PERSON REGISTRATION

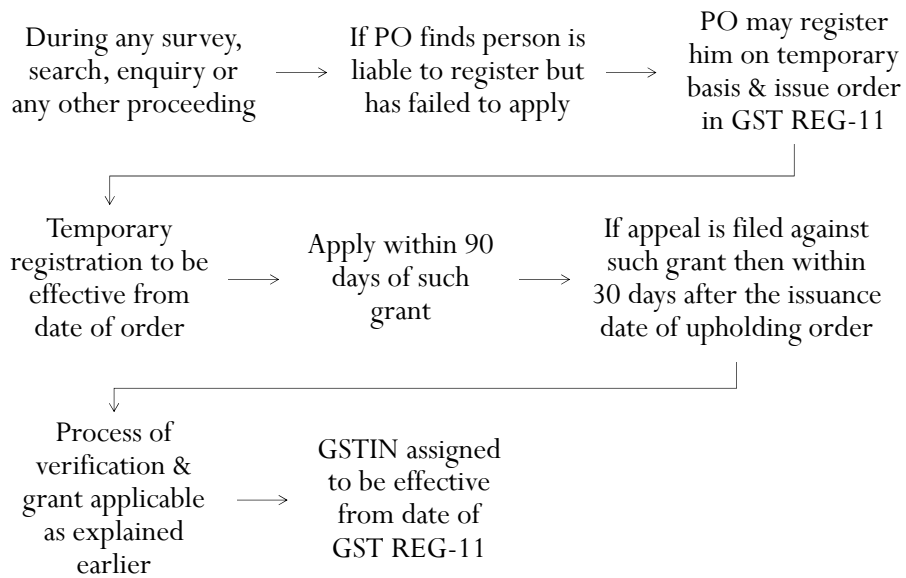


## OIDAR SERVICES

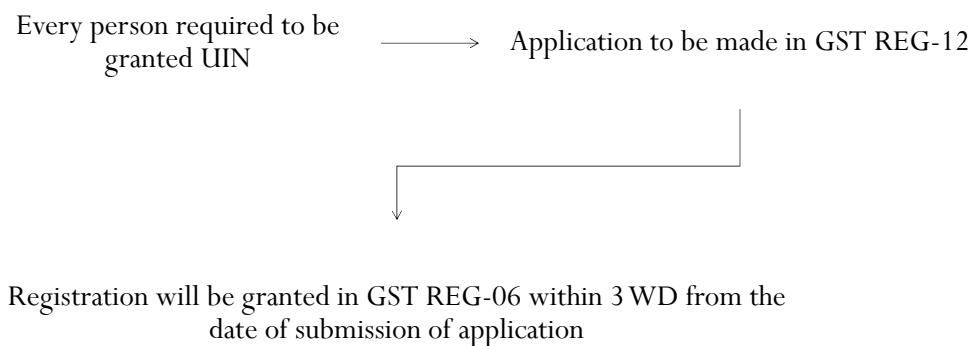
Person supplying OIDAR services from outside India to non-taxable online recipient → Application to be made in GST REG-9A

Registration will be granted in GST REG-06  
Subject to conditions & restrictions as may be notified by the CG on the recommendations of GST Council

## SUO MOTO REGISTRATION



## ASSIGNMENT OF UIN



## AMENDMENT IN REGISTRATION

- If change relates to
- Legal name of business,
  - Address of principal POB or additional POB
  - Details of partner, etc.

- Amendment application in 15 days in GST REG-13
- Approval in 15 Working Days
- Order in GST REG-14

Other Changes

- Amendment application in GST REG-13
- Certificate shall stand amended on submission of application

Change in Constitution which results in change in PAN

- Apply for fresh registration in form GST REG-01

## PROCESS OF AMENDMENT IN REGISTRATION

Proper Officer is of the opinion that amendment is unwarranted or documents are incomplete or incorrect

→ Within 15 WD from date of receipt of application serve a notice in GST REG-03

↓  
Taxable person shall furnish reply within 7 WD in GST REG-04

→ Based on the reply the PO to pass an Order in GST REG-05

→ If PO fails to take any action  
- Within 15 WD from date of submission of application  
- Within 7 WD from the date of receipt of reply

↓  
Certificate shall stand amended & made available on Common Portal

## VOLUNTARY CANCELLATION OF REGISTRATION

### Voluntary Cancellation or Cancellation by Officer

- Application in GST REG-14
- Details of closing stock and liability thereon
- If registration is obtained voluntarily - no application for cancellation can be made before expiry of 1 year from the effective date of registration

### Reasons for Cancellation

- Discontinuation of Business, Transfer of business, Death of proprietor, Amalgamation, De-merger or Disposal of business
- Change in Constitution of business
- No longer liable to be registered

## CANCELLATION OF REGISTRATION BY PO

### Cancellation by Proper Officer (PO)

- PO to cancel only after issuance of SCN & opportunity of being heard
- Cancellation under SGST or UTGST Act shall be deemed to be cancellation under this Act

### Cancellation from such date as PO deems fit, including any retrospective date

- Contravention of provisions or rules of GST Law
  - Composition dealer – returns not furnished for 3 consecutive tax periods
  - Others – returns not furnished for continuous period of 6 months
  - Voluntary registration – Business not commenced in 6 months from the date of registration
  - If registration obtained by fraud, willful mis-statement, suppression of facts
- } As provided in the Act
- Does not conduct business from the declared POB
  - Issues invoice or bill without any supply in violation of the provisions of Act or Rules
- } As prescribed in Rules

## CANCELLATION OF REGISTRATION BY PO

### Cancellation Procedure

- PO to follow procedure of issuing SCN, letting the person reply, then based on reply pass an order & if cancelled then directing the person to pay any tax outstanding or ITC, interest or penalty

### Input Tax Credit (ITC)

- Pay ITC of inputs in stock, contained in semi-finished or finished goods OR output tax, whichever is higher
- Capital goods: Pay after reducing ITC by specific %

### Revocation of Cancellation

- Make application within 30 days from the date of service of cancellation order
- PO to give opportunity of personal hearing & based on the facts pass an Order

## REGISTRATION – PRESCRIBED FORMS

Form No.	Content
GST REG-01	Application for registration u/s. 22 of CGST Act, 2017
GST REG-02	Acknowledgement
GST REG-03	Notice, by Proper Officer, for seeking additional information / clarification / documents relating to application for Registration/Amendment/Cancellation
GST REG-04	Application, by assessee, for filing clarification / additional information / document for Registration / Amendment / Cancellation / Revocation of Cancellation
GST REG-05	Order for rejection of Application for Registration / Amendment / Cancellation / Revocation of Cancellation
<b>GST REG-06</b>	<b>Registration Certificate</b>
GST REG-07	Application for registration as Tax Deductor or Tax Collector at Source
GST REG-08	Order for Cancellation of Application for registration as Tax Deductor or Tax Collector at Source
GST REG-09	Application for Registration of Non-Resident Taxable Person
GST REG-9A	Application for Registration of person supplying OIDAR Services from a place outside India to a non-taxable online recipient

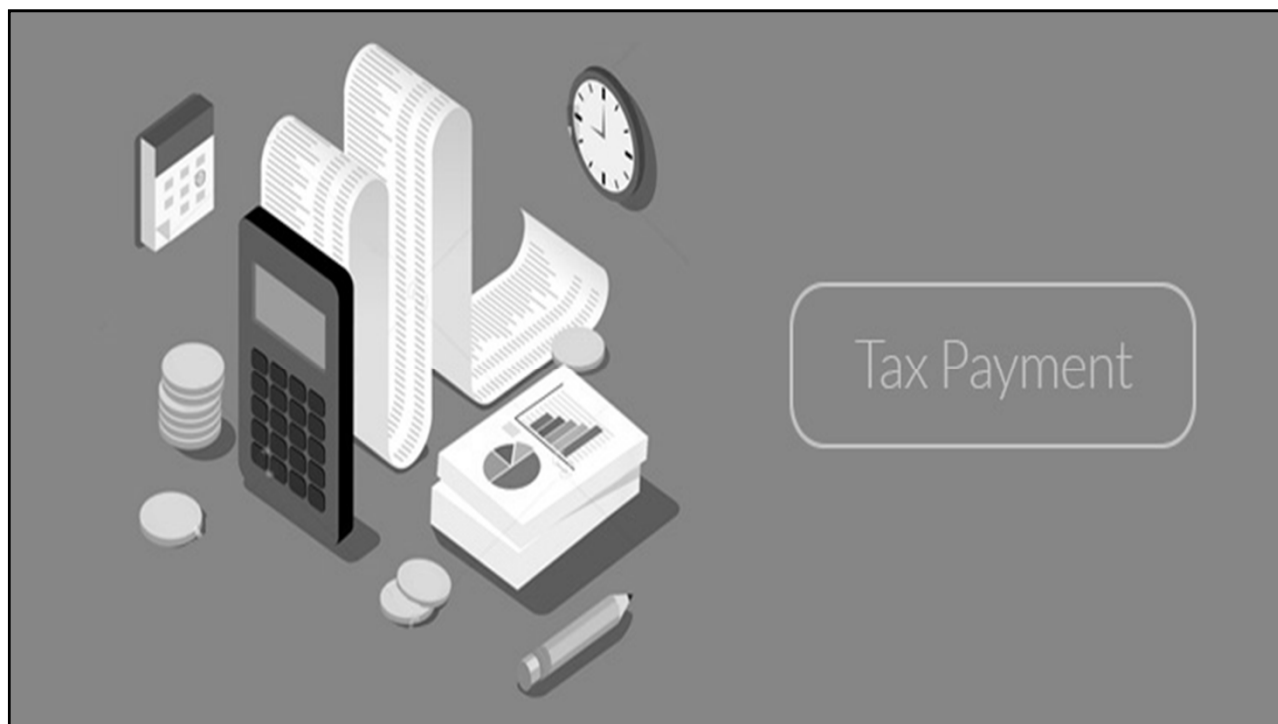


## REGISTRATION – PRESCRIBED FORMS

Form No.	Content
GST REG-10	Application for extension of registration period by Casual / Non-resident Taxable Person
GST REG-11	Order of allotment of Temporary Registration / Suo-Moto Registration
GST REG-12	Application for allotment of Unique ID to UN Bodies / Embassy / any other notified person
GST REG-13	Application for Amendment in particulars subsequent to registration
GST REG-14	Order for amendment of existing registration + Application for cancellation of registration
GST REG-15	
GST REG-16	Show Cause Notice for Cancellation of Registration
GST REG-17	Reply of person in response to SCN issued under GST REG-16
GST REG-18	Order for Cancellation of Registration
GST REG-19	Order for dropping of proceeding initiated under GST REG-16
GST REG-20	Application for Revocation of cancelled registration
GST REG-21	Order for approval of Application for revocation of cancelled registration
GST REG-22	Notice for seeking clarification / documents relating to application for revocation of cancellation
GST REG-23	Submission of clarification / documents relating to application for revocation of cancellation
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33	

## REGISTRATION – PRESCRIBED FORMS

Form No.	Content
GST REG-24	Application for enrollment of existing taxpayers
GST REG-25	Provisional registration certificate to existing taxpayers
GST REG-26	Order for cancellation of the provisional registration
GST REG-27	Notice for cancellation of the provisional registration
GST REG-28	Application for cancellation of registration for the migrated taxpayers not liable to registration
GST REG-29	Form for Field Visit Report (Physical verification of business premises in certain cases)
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34	



## FAQ

What are the payments to be made in GST Regime?

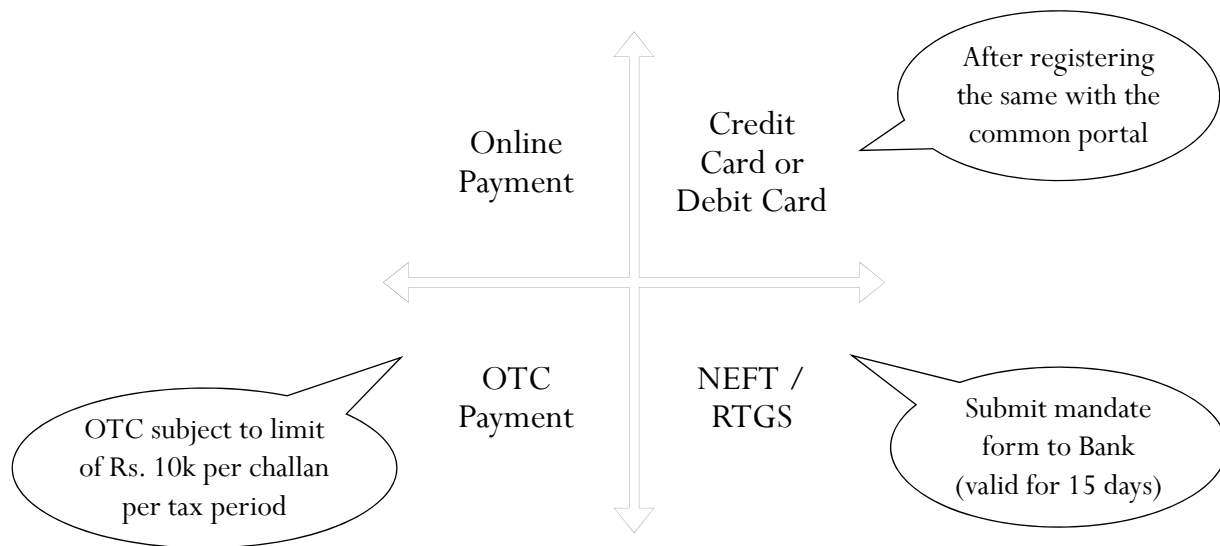
In case of Intra-State Supply

- Central GST (CGST, going into the account of the Central Government
- State GST (SGST) or Union Territory GST (UTGST) going into the account of concerned State Government

In case of Inter-State Supply

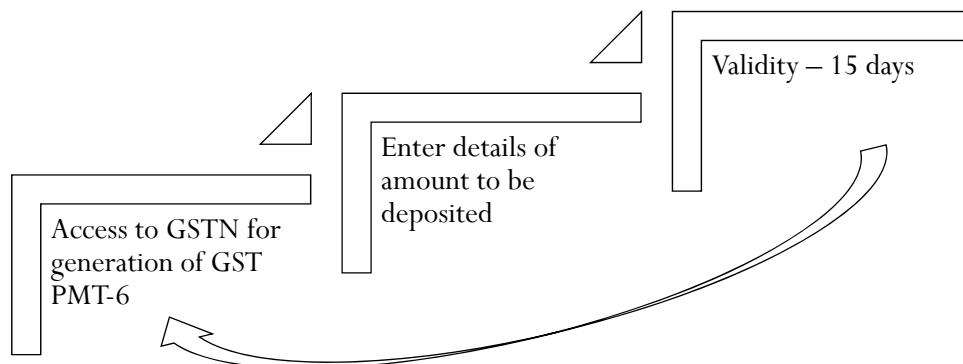
- Integrated GST (IGST, which will have component of both CGST & SGST)

## PAYMENT OPTIONS



## PAYMENT PROCESS - CHALLAN

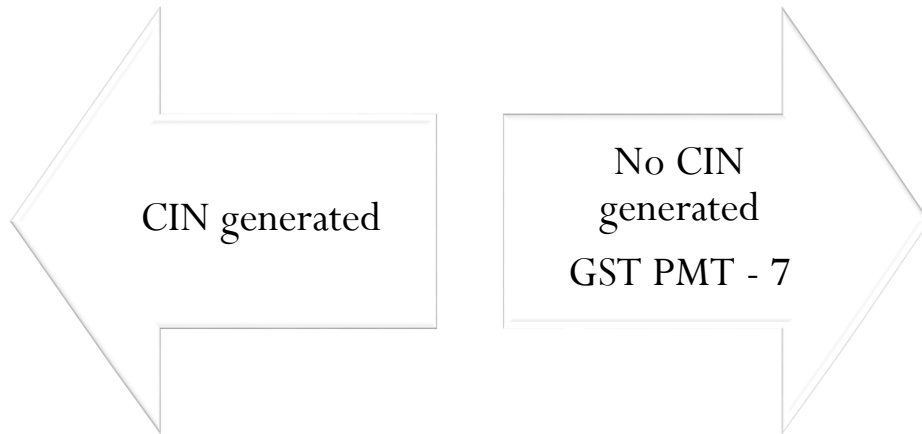
### PAYMENTS BY REGISTERED TAXABLE PERSON



### PAYMENTS BY UNREGISTERED TAXABLE PERSON

Proper Officer will generate the temporary identification number through common portal for payments required to be made by the unregistered persons.

## PAYMENT PROCESS - CHALLAN



## ELECTRONIC CASH LEDGER

### ➤ ELECTRONIC CASH LEDGER (ECL)

↳ Shall be maintained in GST PMT-5 for each registered taxable person on the common portal.

↳ All deposits made by the registered taxable person shall be credited to GST PMT-5

↳ All amount deposited will be available to be used for making payment of

- tax
- interest
- penalty
- fee or any other amount

which shall be debited to GST PMT-5.

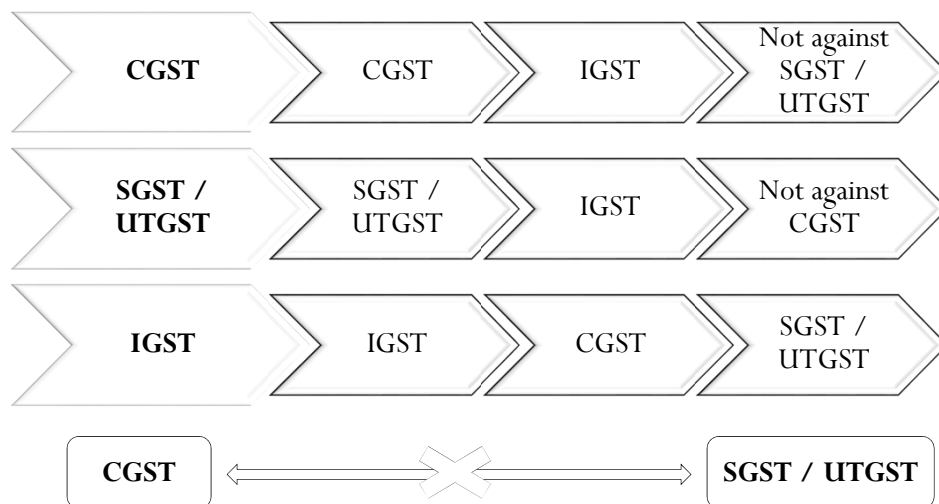
Date of credit to account of appropriate Govt. in authorized bank deemed to be date of deposit in ECL

## ELECTRONIC CREDIT LEDGER

### ➤ ELECTRONIC CREDIT LEDGER (ECRL)

- ↪ Shall be maintained in GST PMT-2 for each registered taxable person on the common portal.
- ↪ Every claim of Input Tax Credit (ITC) shall be credited to GST PMT-2.
- ↪ All discharge of tax liability will be debited to ECRL.
- ↪ Claim for Refund of unutilized ITC (on account of exports or credit has been accumulated on account of rate of tax on inputs is higher than that on outputs) shall be debited to ECRL.
- ↪ If refund so claimed is rejected then such amount will be re-credited to ECRL by an order in Form GST PMT-3.
- ↪ No entry can be made directly in the ECRL under any circumstances
- ↪ If any discrepancy is noticed in the ECRL then the same should be communicated to the officer exercising jurisdiction through the Common Portal in GST PMT-4

## MANNER OF UTILISATION OF CREDIT IN ECRL

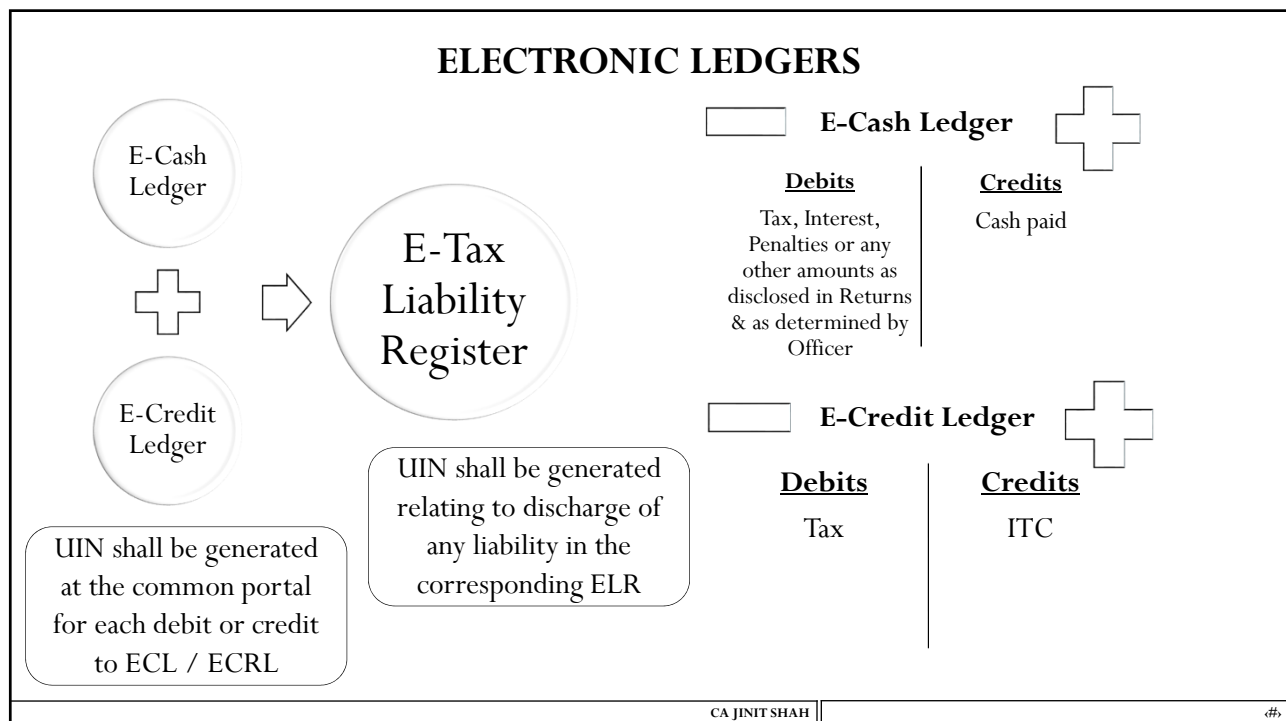


## ELECTRONIC LEDGERS

### ➔ ELECTRONIC TAX LIABILITY LEDGER (ETLR)

- ↳ All liabilities of a taxable person shall be recorded & maintained in GST PMT-1 on the common portal.
- ↳ All amounts payable by taxable person shall be debited to ETLR
- ↳ ETLR can be debited for amounts payable towards
  - tax, interest, late fee or any other amount payable as per the return filed
  - tax, interest, penalty or any other amount payable as determined by Proper Officer in pursuance of any proceeding
  - tax and interest payable as a result of mismatch
  - Interest that may be payable from time to time.
- ↳ For payments of every liability ETLR shall be credited.

## ELECTRONIC LEDGERS



## DISCHARGE OF TAX LIABILITY

Self assessed tax & other dues related to returns of previous tax periods

Self assessed tax & other dues related to returns of current tax periods

Any other amount payable under the Act or the Rules including demand & recovery, if any

“Tax dues” means

- ✓ Tax payable under this Act
- ✓ Does not includes
  - interest
  - fee
  - penalty

“Other dues” means

- ✓ Interest
- ✓ Penalty
- ✓ Fee; or
- ✓ Other amount payable

## DUE DATE FOR PAYMENT OF TAXES

Format	Return Type	Return Filing due date	Tax Payment due date
GSTR 1	Outward Supply	10 <sup>th</sup> of next month	No Tax Payment
GSTR 2	Inward Supply	15 <sup>th</sup> of next month	No Tax Payment
GSTR 3	Monthly Return	20 <sup>th</sup> of next month	On or before filing the return
GSTR 4	Compounding Dealers	18 <sup>th</sup> of next month (Quarterly)	On or before filing the return
GSTR 5	Non Resident Dealers	20 <sup>th</sup> of next month or < 7 days from expiry of Registration, Whichever is earlier	On or before filing the return
GSTR 6	ISD	13 <sup>th</sup> of next month	No Tax Payment
GSTR 7	TDS	10 <sup>th</sup> of next month	On or before filing the return

## INTEREST

Taxpayer fails to pay tax or any part thereof by the 20<sup>th</sup> of the next month

Interest at notified rate, not exceeding 18%

From the first day tax became due to be paid

If any undue or excess claim of ITC is made then liable to interest



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## TAX DEDUCTION AT SOURCE (TDS)

Department or Establishments of C or S Govt. or Local Authority or Government Agencies or Notified persons

Deduct tax @ 1% from the payment made or credited to the supplier

Of taxable goods / services, ~~which will be notified~~

Value to be taken excluding GST

Where the total value of supply, under a contract, exceeds Rs. 2.50 Lakhs

Provided that no deduction shall be made if the location of the supplier and the place of supply is in the State or UT which is different from the State or as the case may be, UT of registration of the recipient.

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## TAX DEDUCTION AT SOURCE (TDS)

Amount deducted to be paid within 10 days after the end of month in which deduction is made

Certificate to be issued to deductee mentioning Contract value, Rate of deduction, Amount deducted, Amount paid to Government & Other particulars as may be prescribed

Fails to furnish within 5 days of paying the amount to Govt.

If fails to furnish Certificate then late fees payable:

- Rs. 100/- per day after the 5<sup>th</sup> day; or
- Rs. 5,000/-

Whichever is lower

Claim  
Refund in  
case of  
excess or  
erroneous  
deduction

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## TAX DEDUCTION AT SOURCE (TDS)

Deductee to claim credit in the E-Cash Ledger of amount deducted & reflected in the return of the deductor

If deductor fails to pay TDS so deducted then it shall be paid with interest

The deductor or deductee shall make a refund application for any amount deducted in excess or erroneously deducted

No refund to deductor – if amount deducted has been credited to the ECL of the deductee

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## TDS – TRANSITIONAL PROVISION

Supplier has sold any goods on which tax was required to be deducted at source under earlier Law

Has also issued an invoice for the same before the appointed date

No TDS required to be deducted under this provision

Where payment to the said supplier is made on or after the appointed date



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## PAYMENT – PRESCRIBED FORMS

Form No.	Content
GST PMT-01	Electronic Tax Liability Register
GST PMT-02	Electronic Credit Ledger
GST PMT-03	Order by Proper Officer for re-credit of amount of rejected refund in Electronic Credit Ledger
GST PMT-04	Communication by registered person to Proper Officer of any discrepancy noticed in his Electronic Credit Ledger
GST PMT-05	Electronic Cash Ledger
<b>GST REG-06</b>	<b>Challan for amount to be deposited by Registered Person towards tax, interest, penalty, fee &amp; other amount</b>
GST PMT-07	Deposit details in case of CIN not generated or not communicated to Common Portal

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## JOBWORK & JOB WORKER

Any treatment or process undertaken

On goods belonging to another registered person

Job worker to be construed accordingly

What if goods are belonging to unregistered person

**FAQ 14. Are the provisions of job work applicable to all categories of goods?**

*Ans. **No.** The provisions relating to job work are applicable only when registered taxable person intends to send taxable goods. In other words, **these provisions are not applicable** to exempted or non-taxable goods or **when the sender is a person other than registered taxable person.***

## FAQ

### What is Job Work?

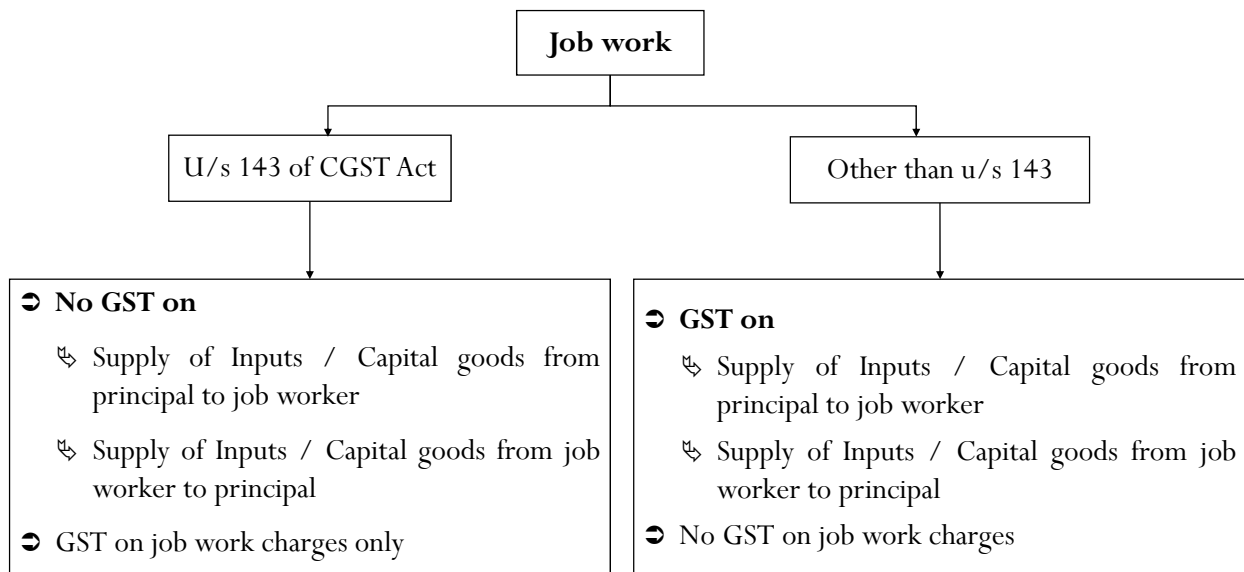
Job work means undertaking any treatment or process by a person on goods belonging to another registered taxable person. The person who is treating or processing the goods belonging to other person is called 'job worker' and the person to whom the goods belongs is called 'principal'.

This definition is much wider than the one given in Notification No. 214/86 – CE dated 23rd March, 1986.

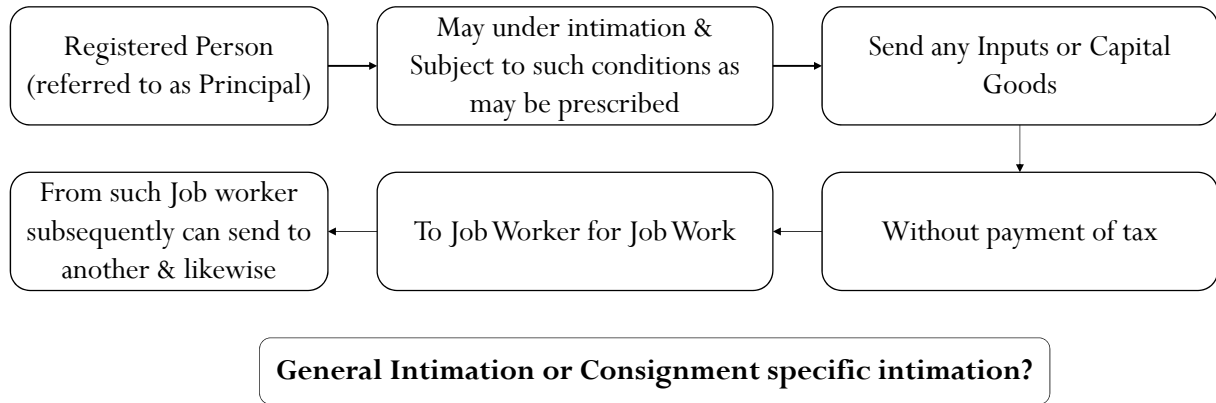
In the said notification, job work has been defined in such a manner so as to ensure that the activity of job work must amount to manufacture.

Thus the definition of job work itself reflects the change in basic scheme of taxation relating to job work in the proposed GST regime.

## SCHEME OF TAXATION FOR JOB WORK



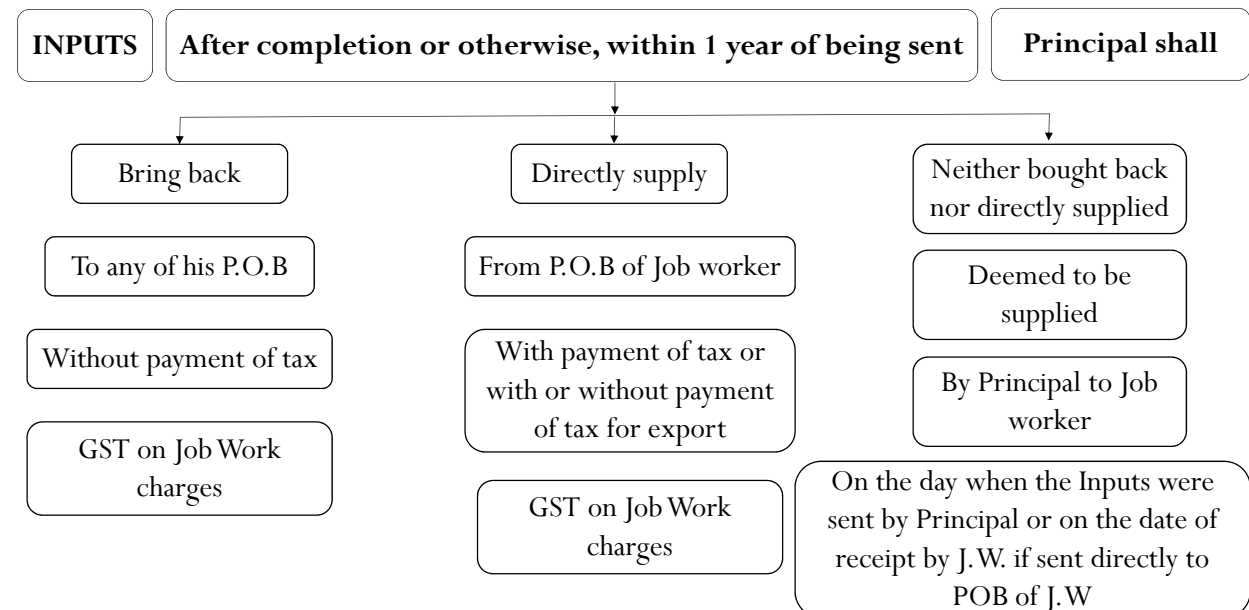
## SPECIAL PROCEDURE – SECTION 143 OF CGST ACT, 2017



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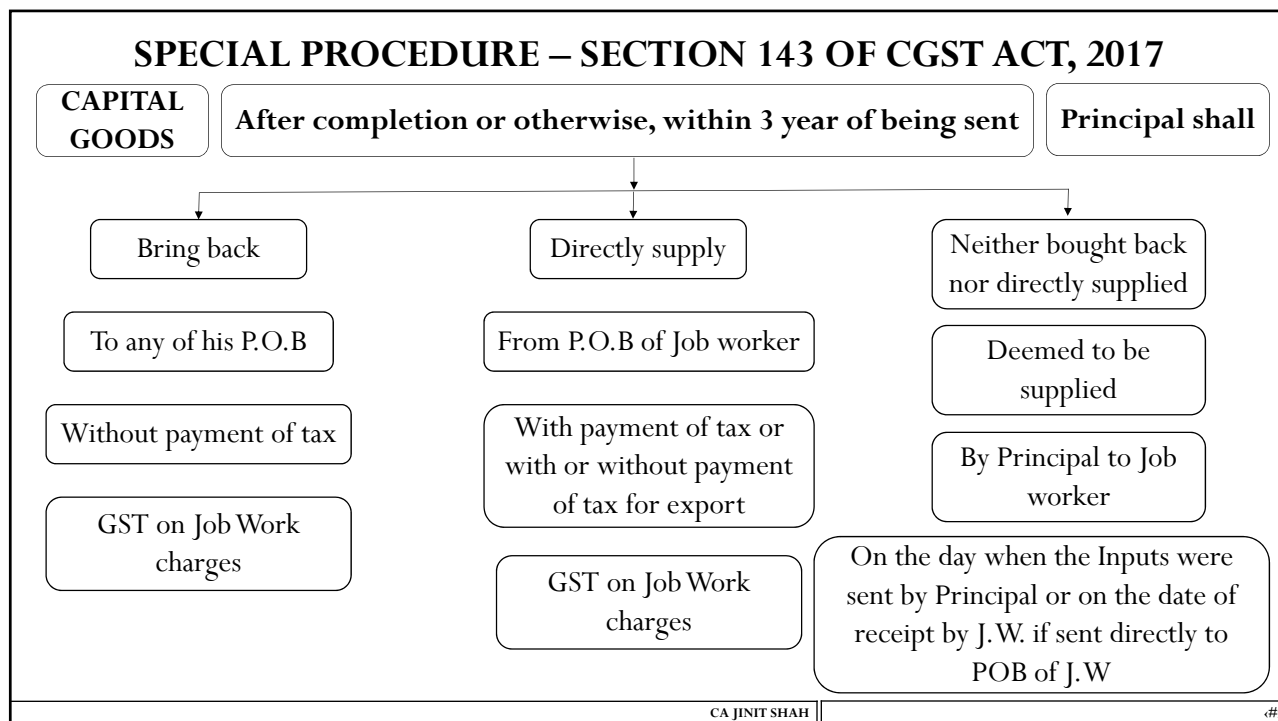
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## SPECIAL PROCEDURE – SECTION 143 OF CGST ACT, 2017



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**SPECIAL PROCEDURE – SECTION 143 OF CGST ACT, 2017**

Direct Supply from Job Worker allowed only in 3 circumstances	<p>If the Job worker is registered person</p> <ul style="list-style-type: none"> <li>- Then goods can be supplied directly from the premises of job worker</li> </ul> <hr/> <p>If the Job Worker is unregistered person</p> <ul style="list-style-type: none"> <li>- Then Principal has to declare the premises of such Job Worker as his additional place of business</li> </ul> <hr/> <p>If specific goods are notified by the Commissioner</p> <ul style="list-style-type: none"> <li>- Then such goods can be sent directly from the premises of the Job Worker, even if Principal does not declare such premise as his additional place of business</li> </ul>
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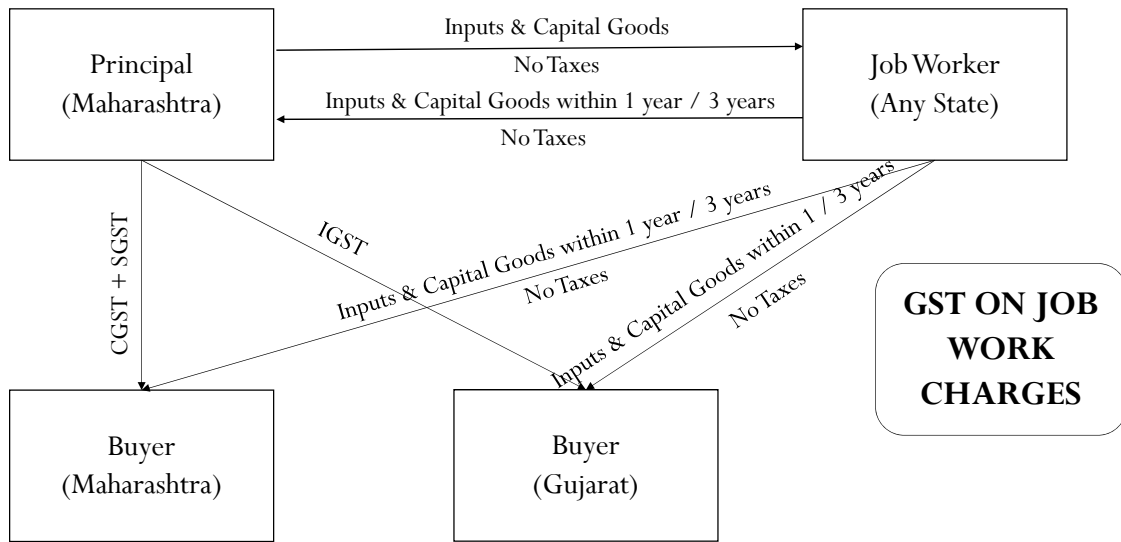
### SPECIAL PROCEDURE – SECTION 143 OF CGST ACT, 2017

- The responsibility for keeping & maintaining **proper accounts** of job work related inputs & capital goods lie with the Principal.
- Any **intermediate goods** arising from any treatment or process carried out on the inputs by the Principal or the Job Worker would also be considered as Inputs for the purposes of Job Work.
- **Moulds & dies, jigs & fixtures, or tools**
  - ↳ The provisions of sending back to principal & direct supply by job worker are not applicable to said items
  - ↳ These are generally sent as capital goods to Job Worker & becomes non-usable and normally are sold as scrap
  - ↳ So, normal job work provisions will not be applicable to such items & scrap sale provisions may apply

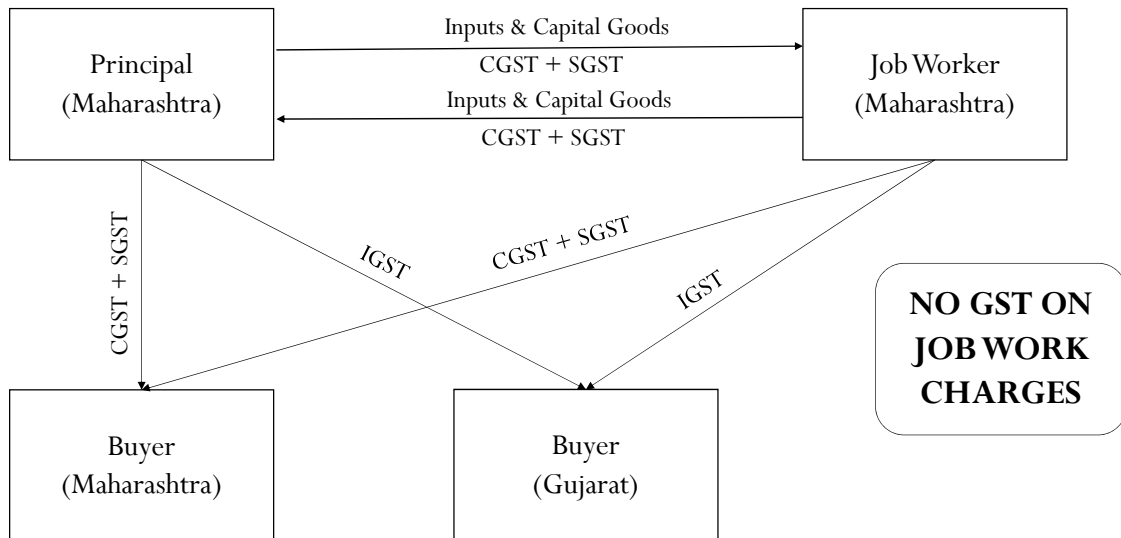
### SPECIAL PROCEDURE – SECTION 143 OF CGST ACT, 2017

- **Bare Provision relating to waste & Scrap** - Notwithstanding anything contained in sub-sections (1) and (2), any waste and scrap generated during the job work may be supplied by the job worker directly from his place of business on payment of tax, if such job worker is registered, or by the principal, if the job worker is not registered.
- **Analysis** – may be supplied by the
  - Job Worker directly from his P.O.B on payment of tax, if such J.W. is registered
  - Principal, if the J.W. is unregistered
- **Is it compulsory that S/143 should be followed by the principal?**
  - ↳ **No**, the principal can send the inputs or capital goods after payment of GST without following S/143.
  - ↳ In such a case, the principal will pay GST on such supply and the job-worker would take the ITC & supply back the goods (after completion of job-work) on payment of GST.

### SUPPLY CHAIN AS PER S/143

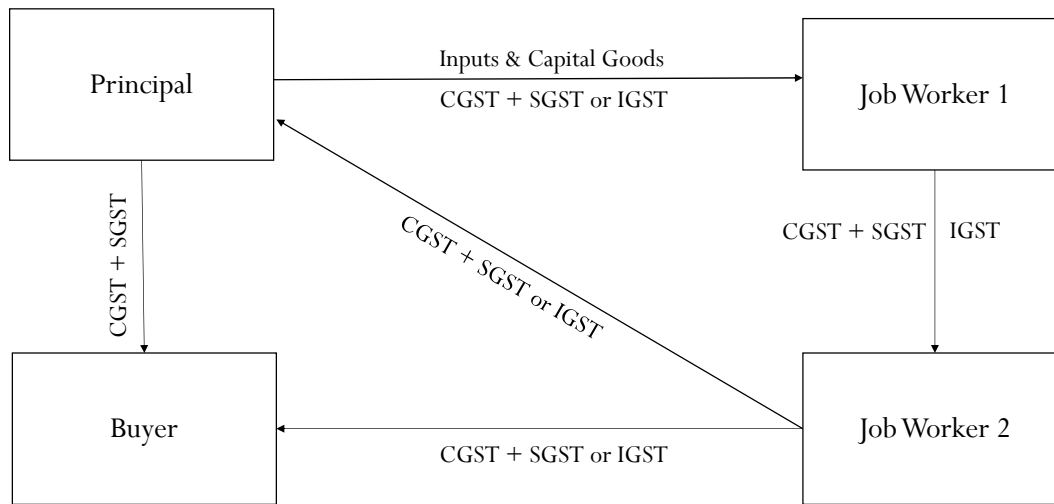


### SUPPLY CHAIN IN CASES OTHER THAN S/143





## SUPPLY CHAIN IN CASES OTHER THAN S/143



## INPUT TAX CREDIT RELATED TO JOB WORK

## **ITC RELATED TO JOB WORK**

Principal is allowed to take ITC on inputs / capital goods sent to job worker for job work

Even if inputs / capital goods are directly sent to job worker for job work without being first brought to his POB

The same to be sent under the cover of a challan issued by Principal, including when sent directly to job worker

The challan issued shall contain details specified in the Invoice Rules

The details of challans i.r.o. goods dispatched to or received from job worker during the tax period shall be included in Form GSTR-1 furnished for that period

If inputs / capital goods are not returned within the time stipulated then challan issued shall be deemed to be an invoice

## **TRANSITIONAL PROVISION RELATED TO JOB WORK**

## TRANSITION PROVISION RELATED TO JOB WORK

Inputs removed to a Job Worker for further processing, testing, repair, reconditioning or any other purpose in accordance with the provisions of existing law prior to the appointed date

Semi-finished goods had been removed for carrying out certain manufacturing process in accordance with the provisions of existing law prior to the appointed date

Excisable goods manufactured has been removed without payment of duty for carrying out tests or any other process not amounting to manufacture in accordance with the provisions of existing law prior to the appointed date

Returned back within 6 months or further extended period of 2 months from the appointed date after the purpose for which it was sent is completed or otherwise

Yes – then no GST

No – then ITC shall be recovered as per S/142(8)(a)

Manufacturer & Job-worker to declare details of inputs or goods held in stock by job-worker on behalf of manufacturer on appointed day

Manufacturer can transfer the said goods to any registered person for supply on payment of tax in India or without payment of tax for exports

## DECLARATION OF STOCK HELD BY PRINCIPAL

Every person

Within 60 days of the appointed day

Submit an application electronically in Form GST TRAN-1

Held as Principal at the P.O.Bs separately agent-wise / branch-wise

Specifying stock or capital goods held & details thereof held on the appointed day



## RELEVANT DEFINITIONS & MEANINGS

### ➤ Electronic Commerce [Sec. 2(44)]

- ↪ means the supply of goods or services or both,
- ↪ including digital products
- ↪ over digital or electronic network

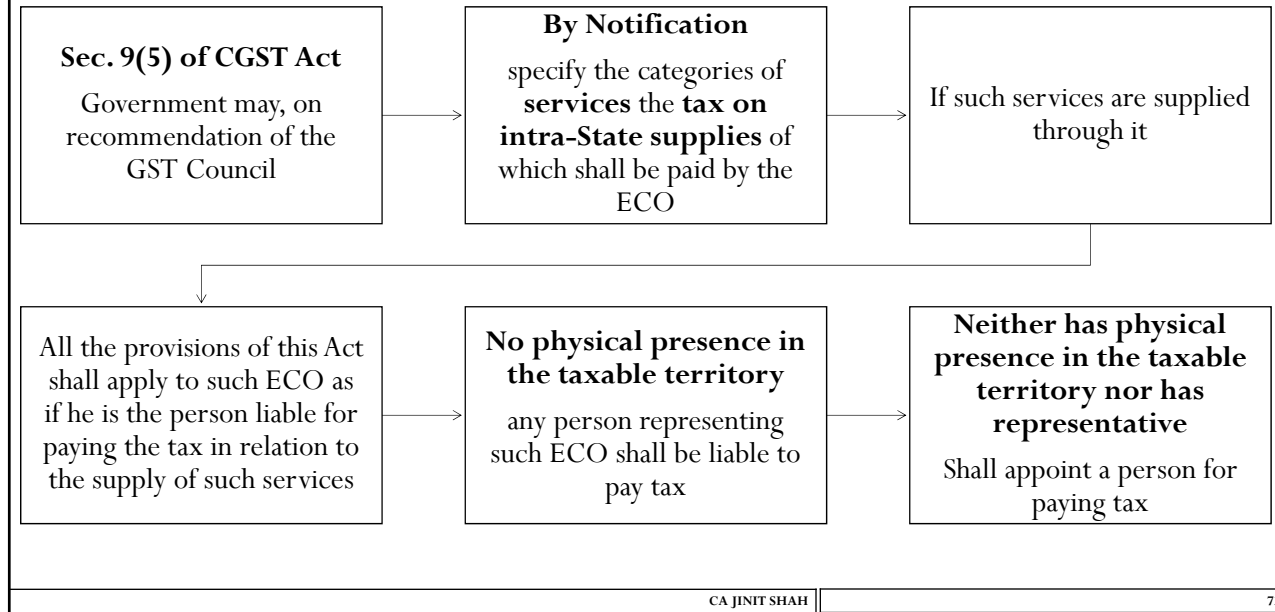


### ➤ Electronic Commerce Operator [Sec. 2(45)]

- ↪ means any person
- ↪ who owns, operates or manages
- ↪ digital or electronic facility or platform
- ↪ for electronic commerce



## LEVY & COLLECTION



## TAX COLLECTION AT SOURCE (TCS)

Every E-Commerce Operator (ECO) shall at the time, whichever is earlier, of:

- Credit of amount to the account of supplier; or
- Payment of amount in cash or otherwise

Collect tax at such notified rate as may be prescribed not exceeding 1% of the **net value** of taxable supplies made & where consideration is to be collected by the ECO

Net value = **aggregate value of goods / services** made during the month **less returns** during the month

And deposit such tax within 10 days after the end of the month in which such collection is made

## OTHER RELEVANT PROVISIONS

### Compliances for ECO

- TCS to be paid to credit of government;
- To furnish a statement of such outward supplies of goods and / or services, electronically
- Both payment and statement to be made/filed within 10 days from the end of the month in which the collection is made
- Statement to contain details of amounts collected, supplier-wise in respect of all supplies effected through the website of the ECO during the calendar month

### Tax credit for the concerned supplier

- Amount remitted by ECO treated as tax paid by the supplier
- Supplier eligible to claim credit of the same in the ECRL.

### Verification of the statement filed by the ECO

- Details of the supplies furnished by the ECO to be compared with corresponding outward supplies;
- Discrepancies, if any, to be communicated to both
- Discrepancy, if not rectified by supplier, to be added to output liability of supplier for the month succeeding the one in which the same was communicated.

### Not Eligible for Composition

- Taxable Person who makes any supply of goods through an ECO is not eligible for Composition Levy

*Thank  
you*



**CA JINIT SHAH**

**Jinit R Shah & Co**

☎ +91 987 007 0607

✉ [ca.jinitshah@gmail.com](mailto:ca.jinitshah@gmail.com)