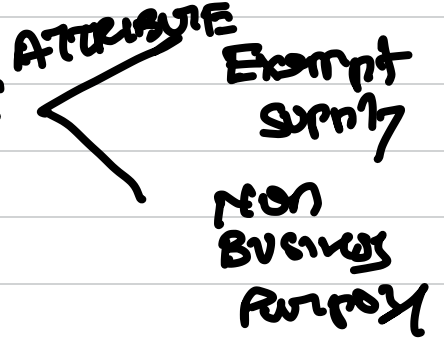


Common Exp (SERVICE)

- ✓ Office Rent
- ✓ Computer
- ✓ Mobily
- ✓ Telecom
- ✓ Broadband
- ✓ Printing
- ✓ office Exp
- ✓ office AC

Common Inputs



GST changed

10000 GST

PVR + GST

NO ITC

T10 3019

Closing Stock

Sale + GST

Sale 2 NO GST
80000

Composition
1510

10

Normal
score

1519

claim ITC

NO ITC

Normal

20019

Composition

reverse ITC

+ GST

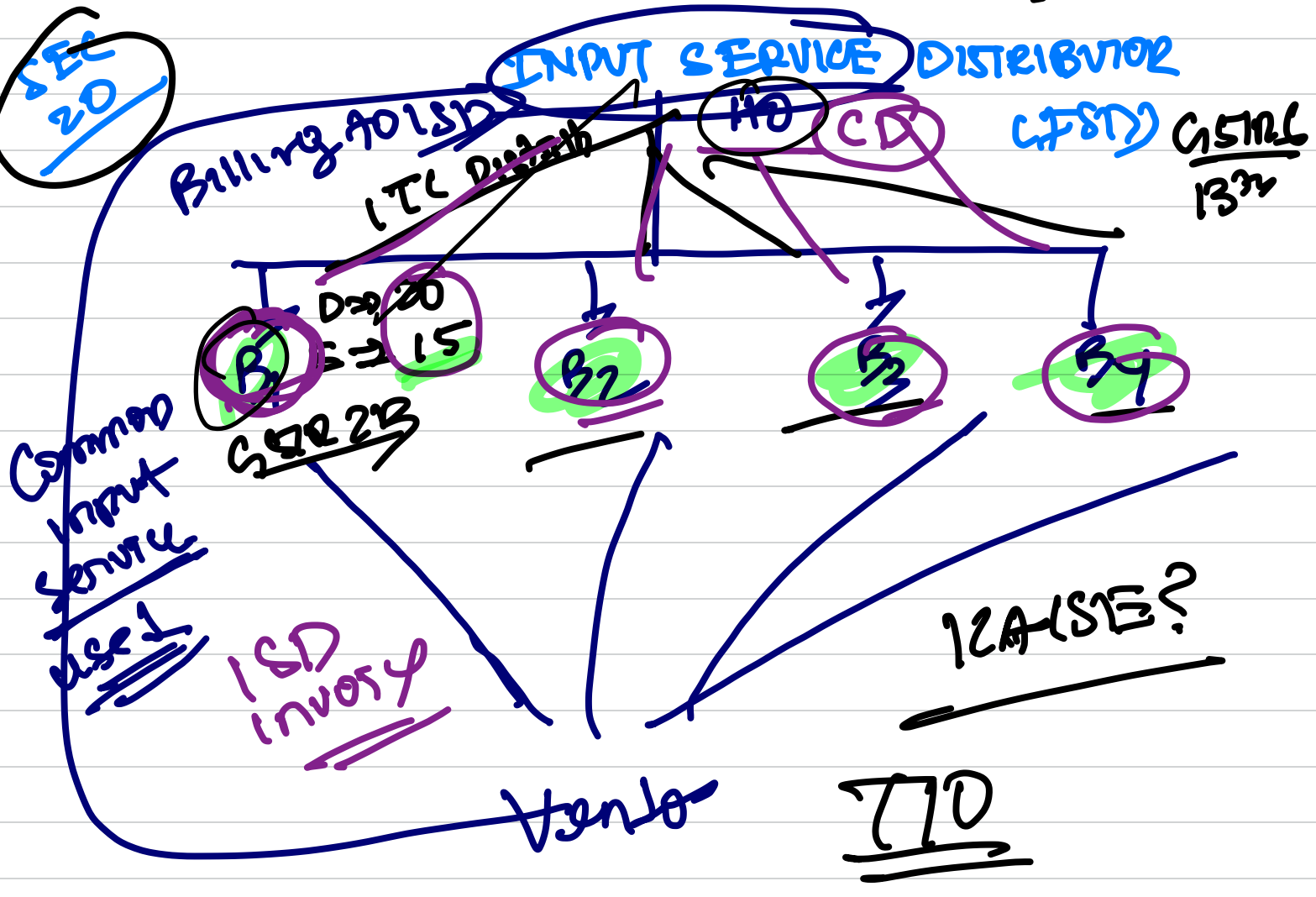
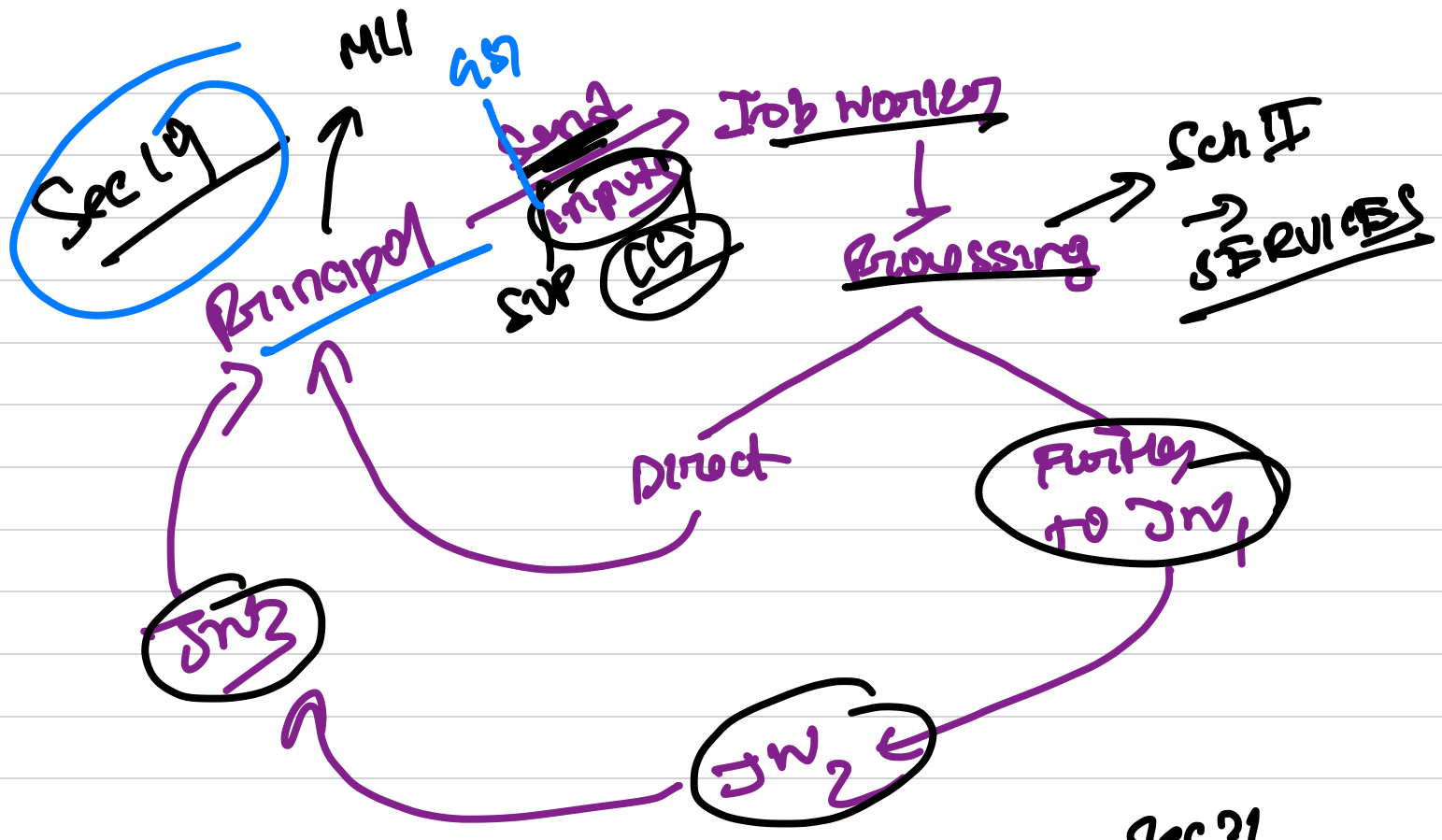
No ITC

Reverse

+ GST

+ GST

ITC



ELEGIBILITY TO CLAIM ITC

SEC 16(1)

REGISTERED PERSON UNDER GST LAW

&

INPUTS/ INVT SERVICES/ CAPITAL GOODS SHOULD ^{BE} USED IN COURSE OR FURTHERANCE OF BUSINESS

16(2)

CONDITIONS TO CLAIM ITC

(Checked by Recipient of G.I.S)

16(2)(a)

↓
Possession of a Tax paying Document
(Tax Invoice / Debit Note / Revised Invoice / Receipt voucher / ISD Invoice / Bill of Entry)

16(2)(aa)

↓
Communication of Invoice in GSTR 2A/2B of recipient by supplier

16(2)(b)

↓
Receipt of Goods / SERVICES
↓
PROVIDED

16(2)(ba)

↓
Credits reflected in GSTR 2B should not be restricted

Set off credits

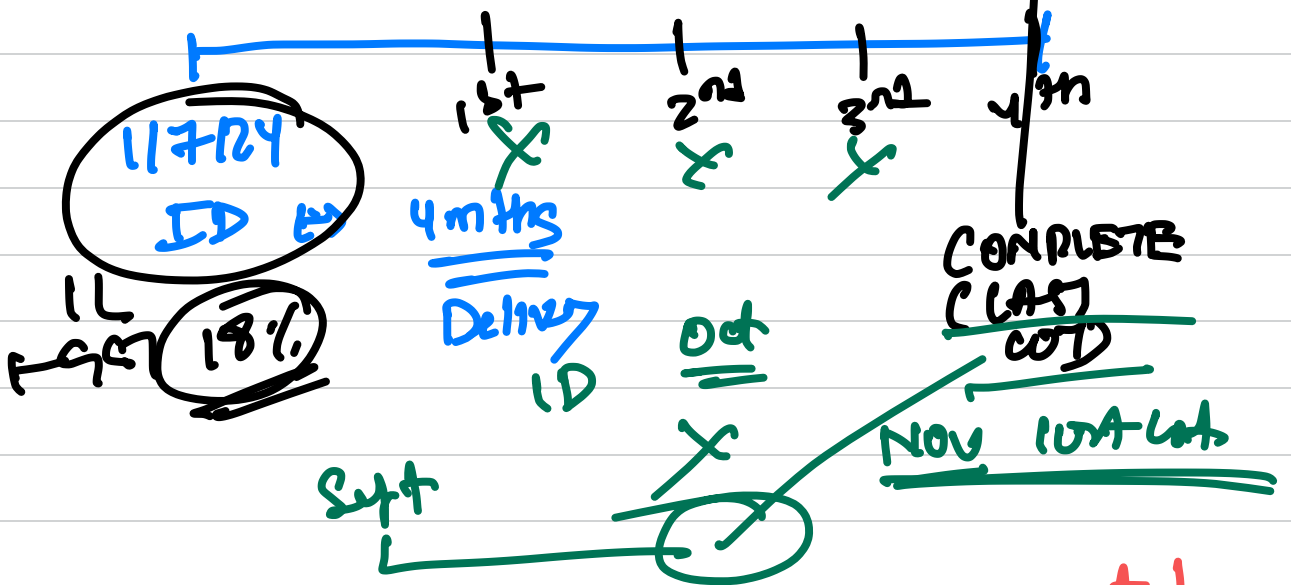
16(2)(c)

↓
Taxes charged by supplier should be paid to Govt

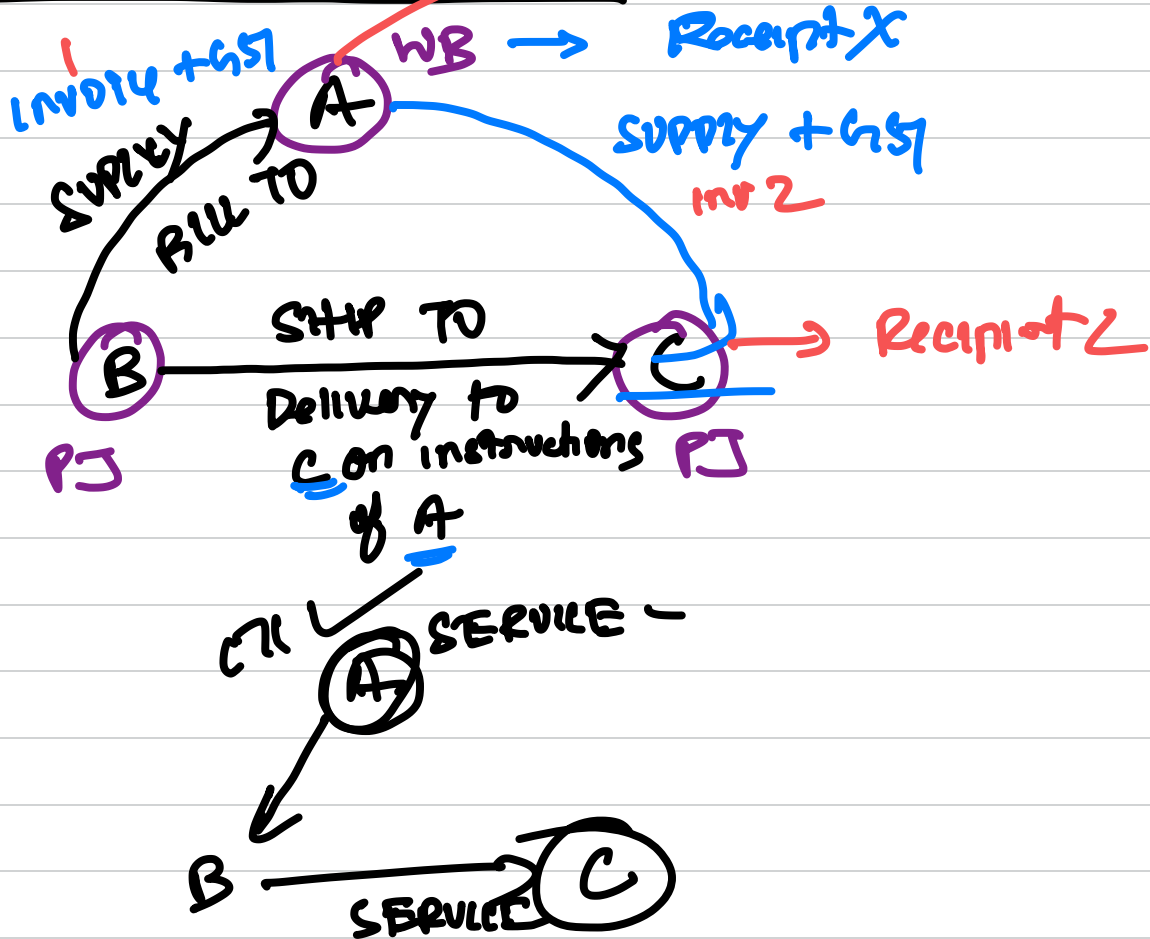
16(2)(d)

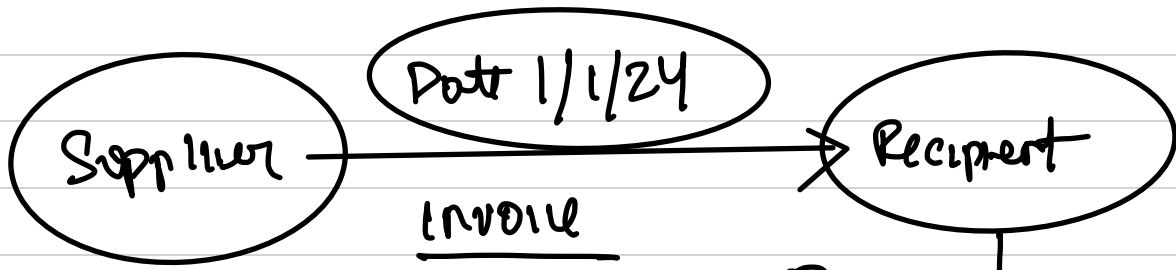
↓
File Return u/s 39

D) Goods Received in lots/ instalments



(U) BILL TO SHIP TO MODEL (Receipt 1)





Value: 1,00,000
 + 18% GST: 18,000
 1,18,000

Deposits GST 18,000 to Govt

Recipient claims Input Tax Credit in GST 3B of Jan 2024

Recipient Fails to pay consideration (Value + Tax) within 180 days from Invoice date to Supplier

18%

Recipient has to pay back / reverse the LTC + interest in the period following the period when 180 days expire in GST 3B

If Recipient pays consideration to supplier subsequently after LTC reversal

LTC can be reclaimed

proportionately without any time limit

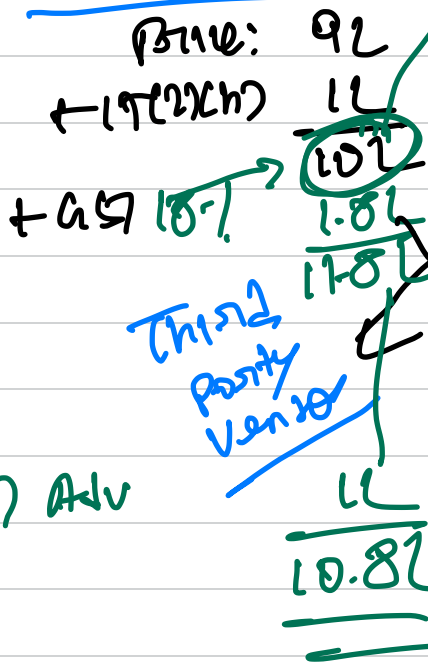
30/11/24
 AR
 2024

15(2)(b)

Total CV = 10L

15(2)(m)

Supplier
(Fixed)



180 jobs

Commissioner

Chief Commissioner

Principal chief Comm

Additional Comm

Joint Comm.

Deputy Comm

Assistant Comm

Inspector/ Superintendent

UPSC
CAS
CPS
CPS

ADJUDICATING
AUTHORITY

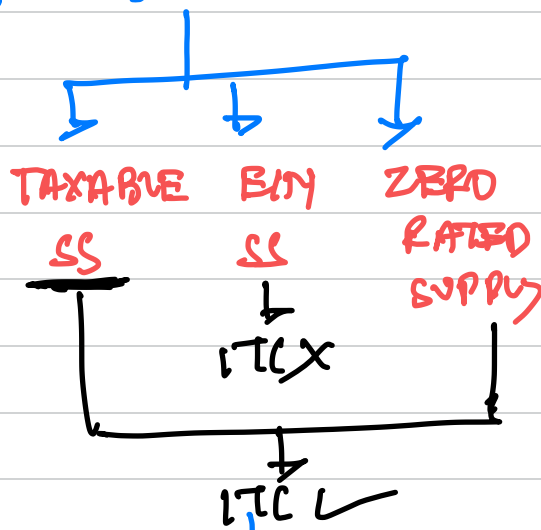
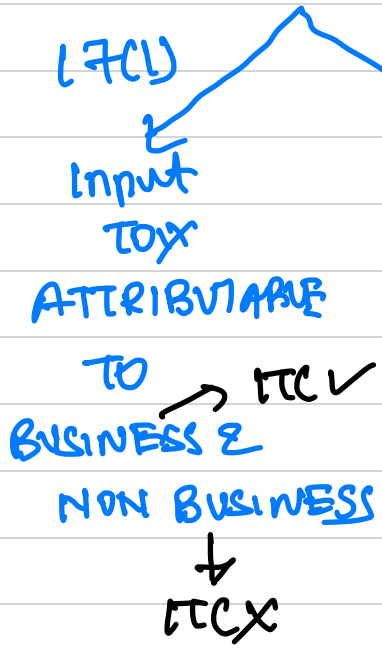
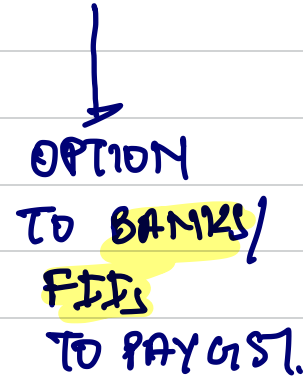
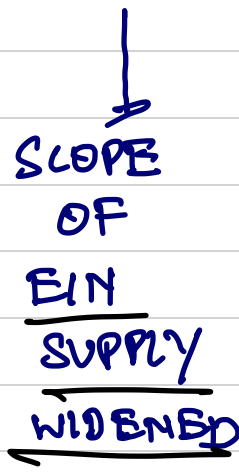
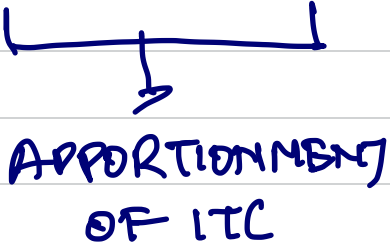
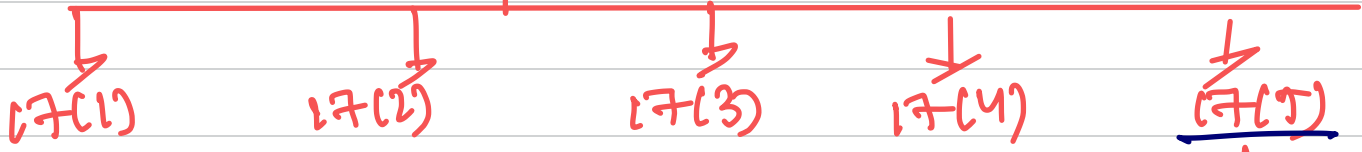
AC

IRS

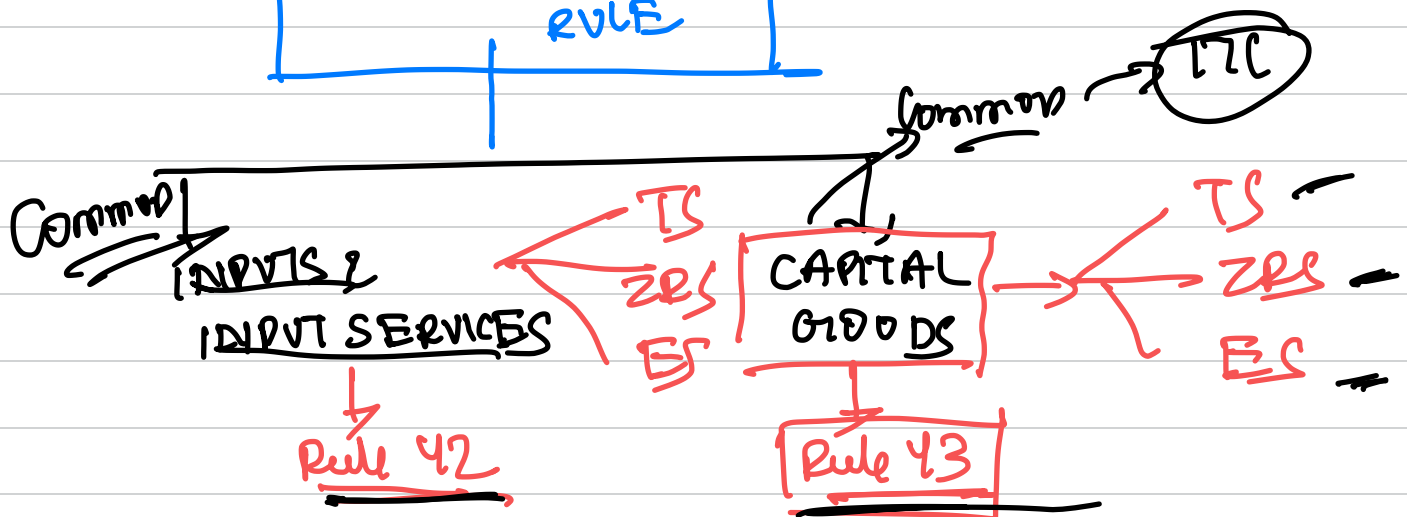
DL

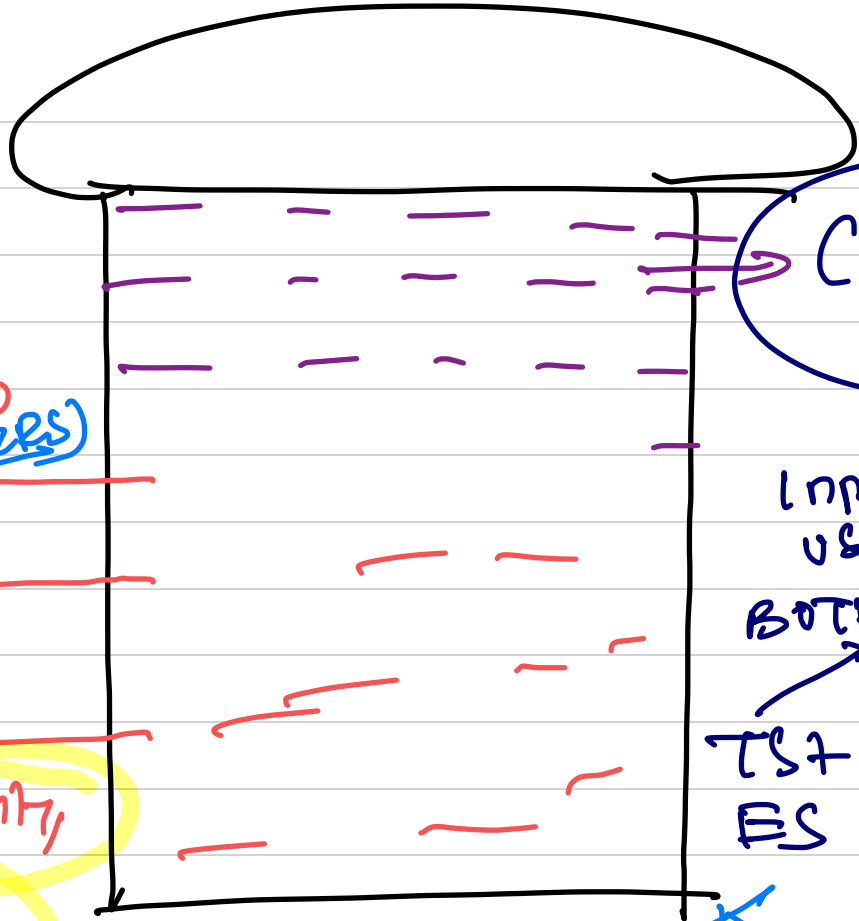


SECTION 17



APPORTIONMENT RULE





LTC Directly
Attributable to
Taxable SS (ZPS)

Blocked
LTC US 171(E)

LTC Directly
Attributable
to EIN Supply,
NON-BUSINESS
exclude.

COMMON
LTC

Inputs
used for
BOTH

TS +
ES

BUSINESS
+ PERSONAL

LTC
Attributed
to
EIN

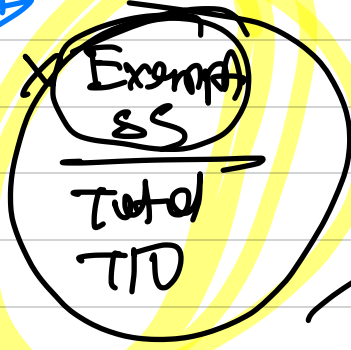
LTC
Attributed
to
NON
BUSINESS

Balance
LTC
attributed
to
TS +
BUSINESS

X

EIN

Common
LTC

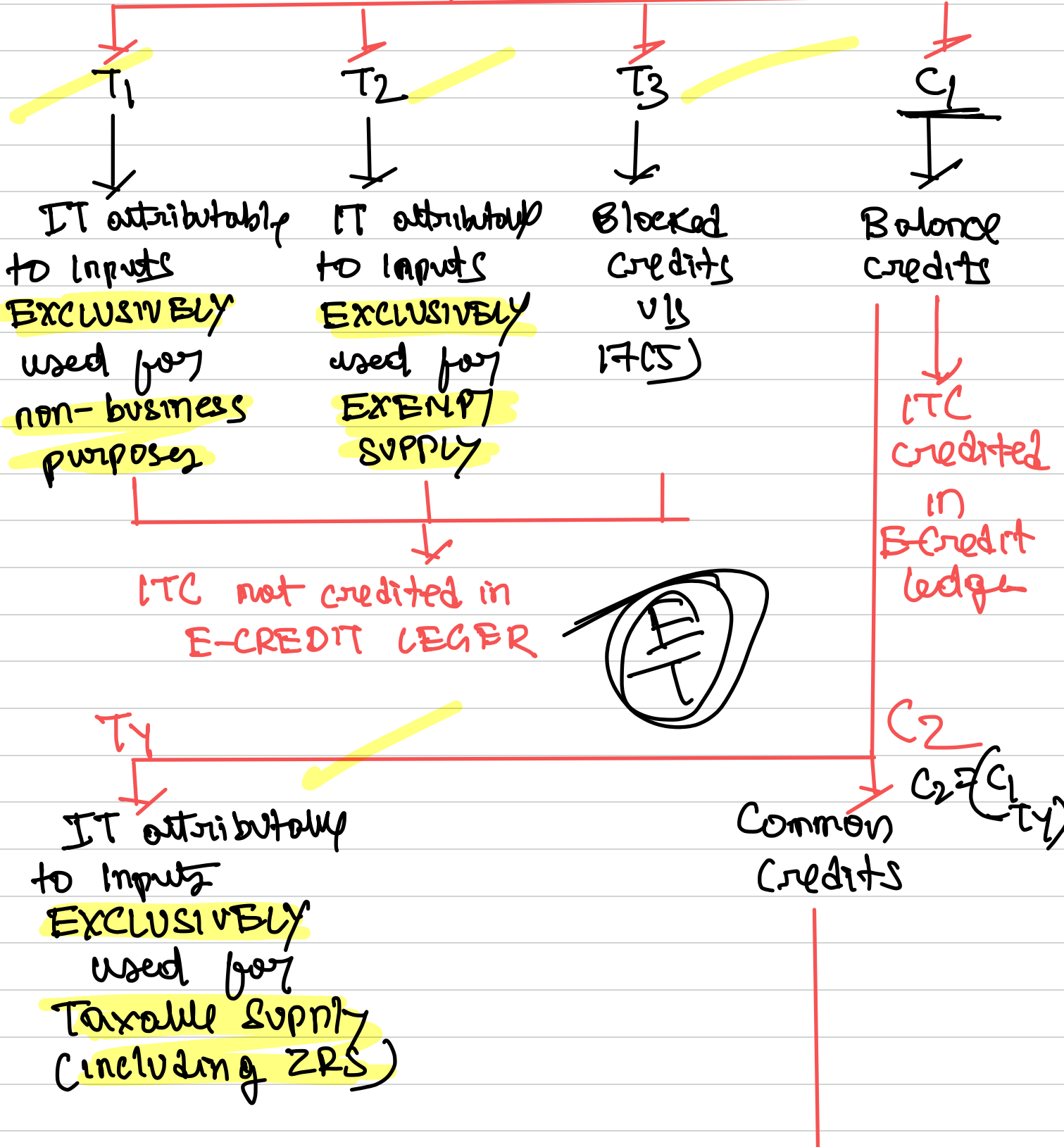


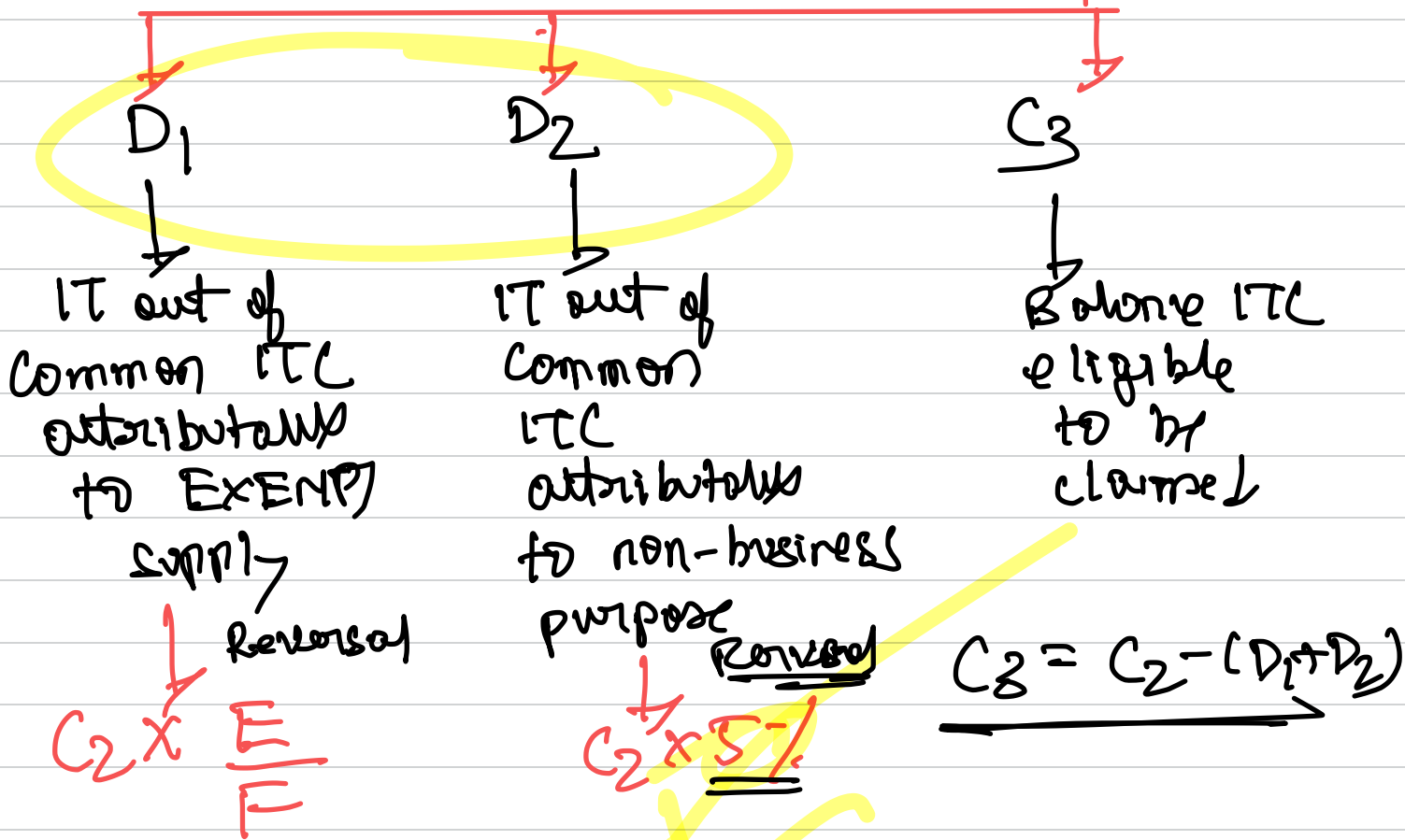
Common LTC
= 1/2 (Common)

Rule 42 Input Tax on Apportionment of Inputs & Input Service

T (Total Input Tax)

$$C_1 = T - (T_1 + T_2 + T_3)$$

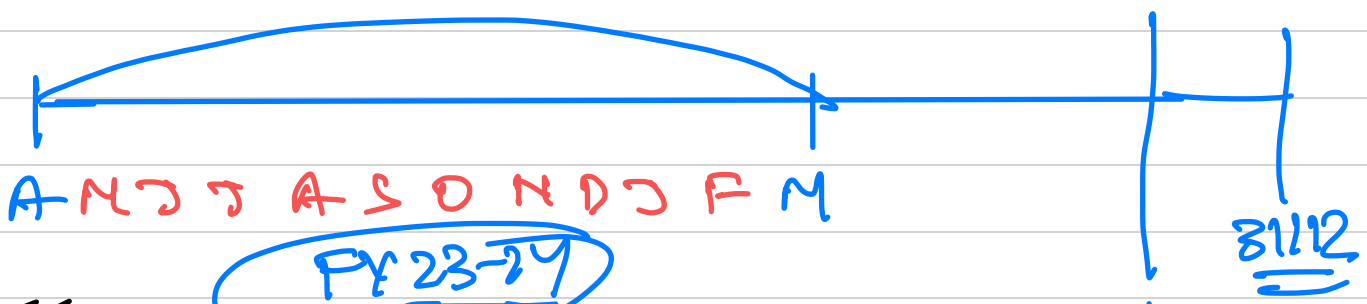




$E =$ Exempt Turnover
 $F =$ Total Turnover
 (713)

- Existing Refⁿ
- RCM
- 1-1 of SV of Sec
- SDV of land & Building
- Para 8(a) of S II

Return = 12 months TS + ES Rule 42 ⇒ 12 times



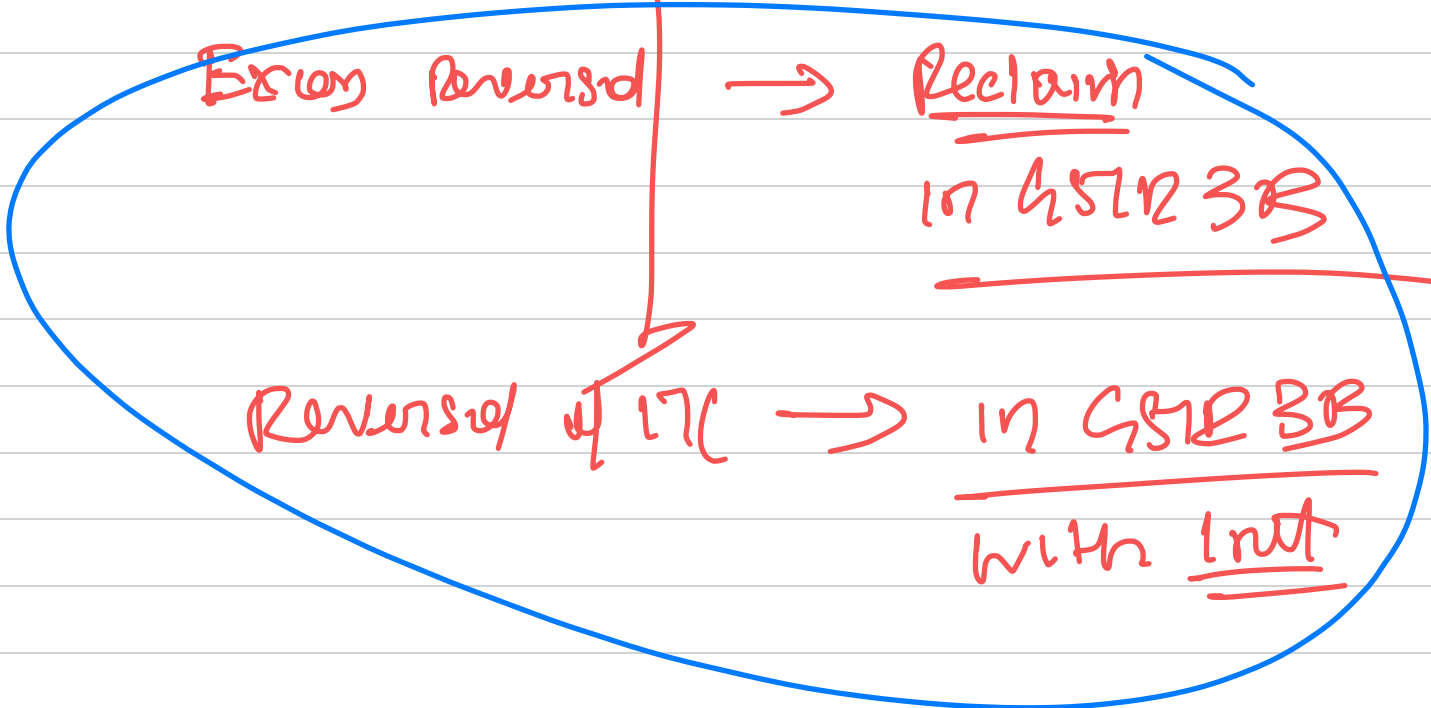
Month
 Q1 24
 F
 F

FY 23-24

$$\text{Monthly reversals} = \frac{\sum D_1 + D_2}{\text{FY 23-24}}$$

AUDIT
 UN A

Total 24 F
 Yearly Total
 $D_1 + D_2$



TS + ES

input BANKS/FIEs
SIR
CS

17(4)

Either you follow rule 42/43

OR

50% Optional Facility
(50% eligible
50% not-eligible)

Follow as per rule 42/43

INVEST FROM DISTINCT PERSON (SAME FAM)

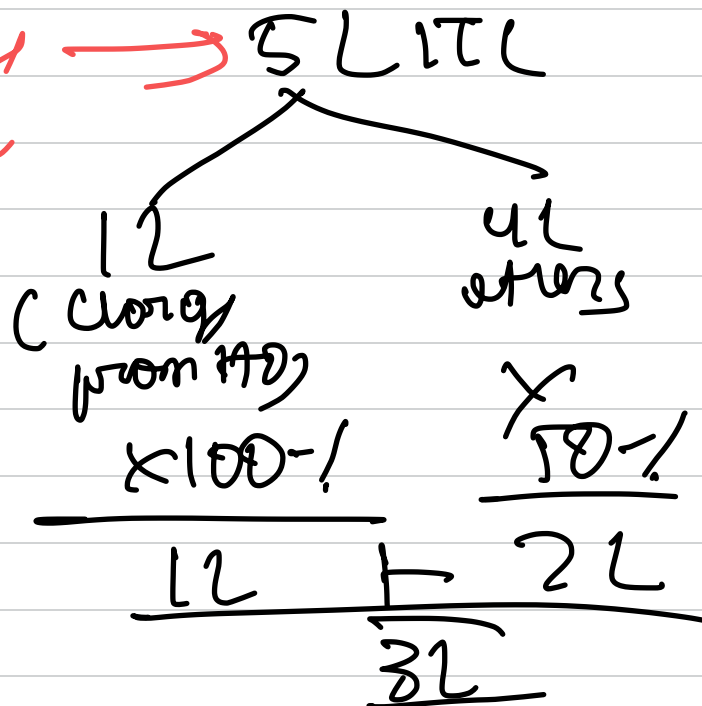
FROM OTHERS

100% ITC

50% ITC

~~Ineligible not ITC -> not~~

Eligible ITC



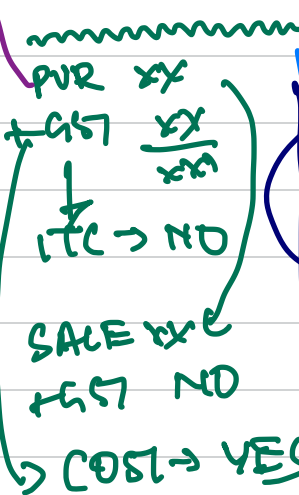
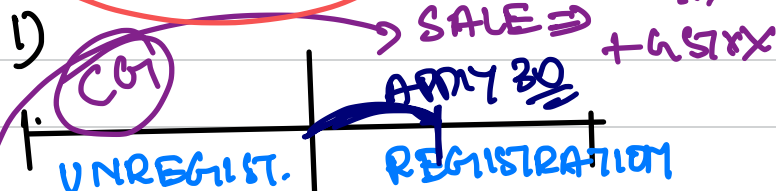
SECTION 18

AVAILABILITY OF ITC IN SPECIAL CIRCUMSTANCES

INPUTS
INPUT SOURCE
CG

CLAIM OF ITC

FRESH REGD



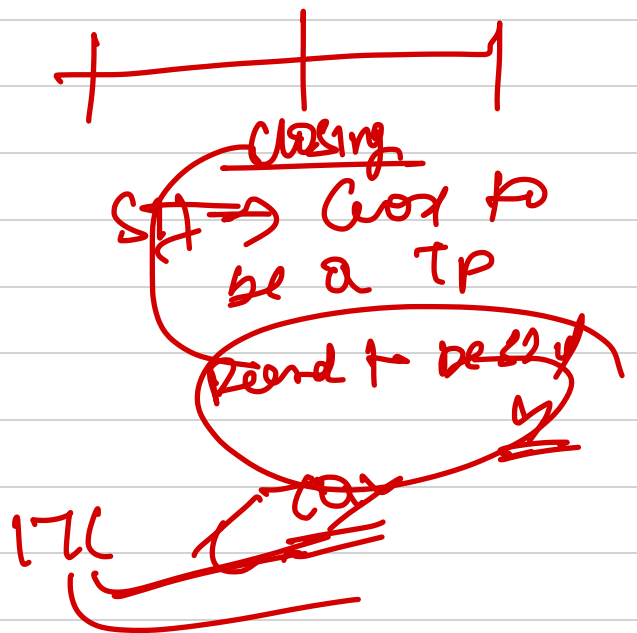
1/7/24
~~CLASSIC TO TAKE REGD.~~
CG

ITC on closing stock over

REVERSAL OF ITC

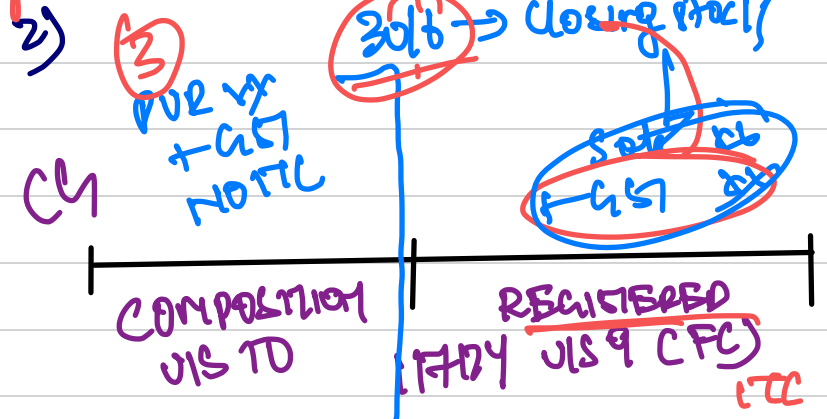
(Sec 29(1) & 29(1b))

1) Cancellation of Regd

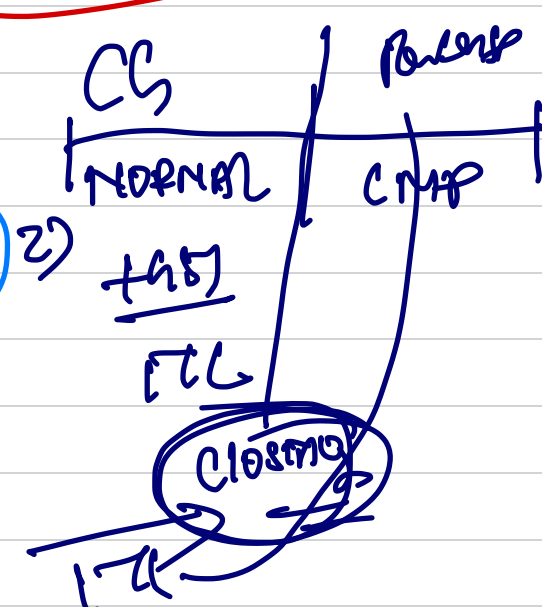


Switchover from Comp to Normal

30/6/17



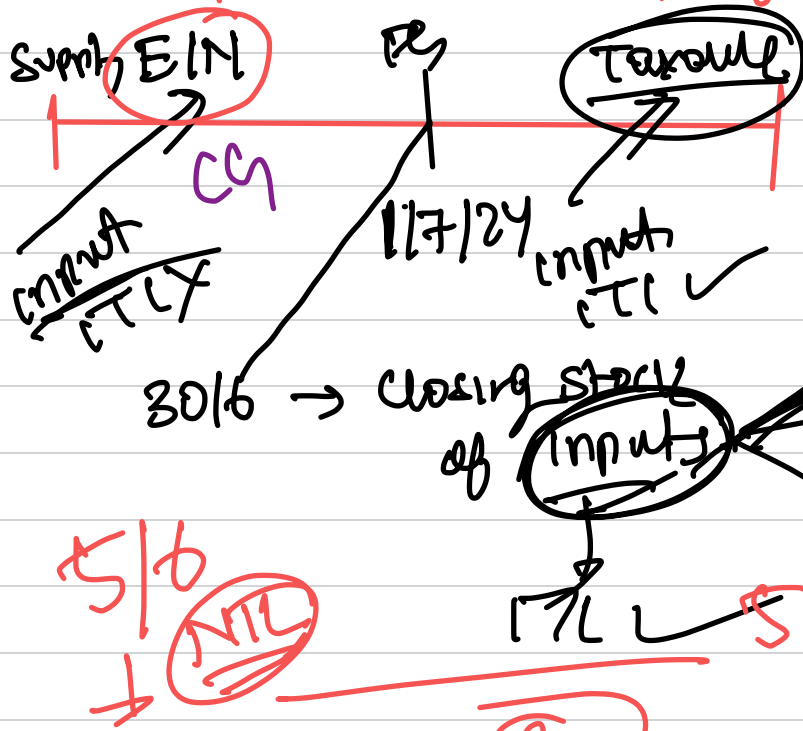
CG
ITC



Closing stock ✓

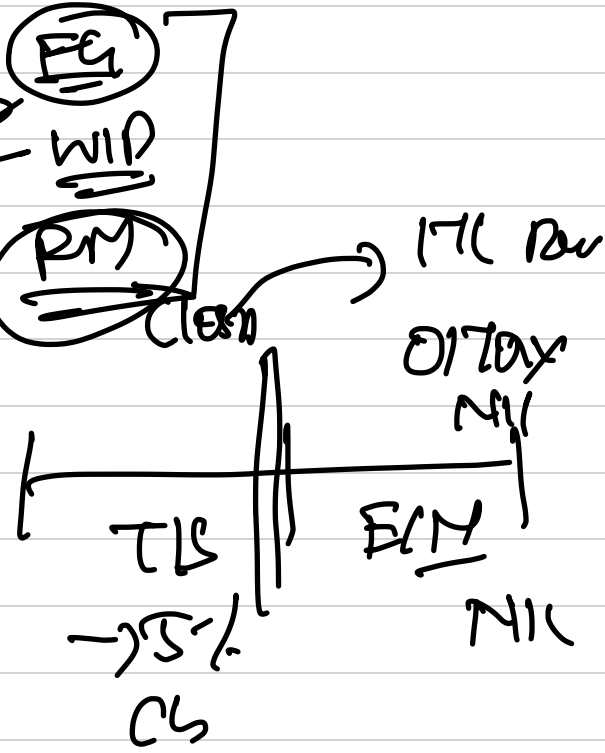
5125 / 2110
12
+1800
18000 x 30
80

3) Exempt status to Taxpaying



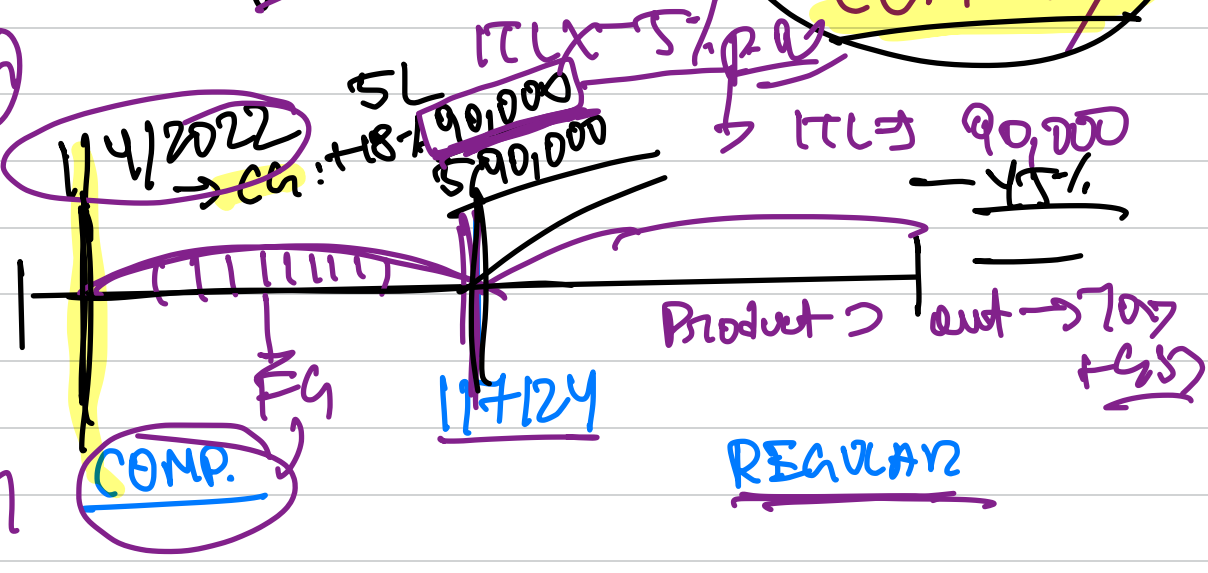
CG
EITX

4) Voluntary Reg'n



CONCEPT CLARITY

4/22-23
4/25-24
24-24
9



CG \Rightarrow Useful life \Rightarrow 5 years \Rightarrow 60m

Quarterly
Dep'n \Rightarrow

5%

P.A

or part time

20% p.a

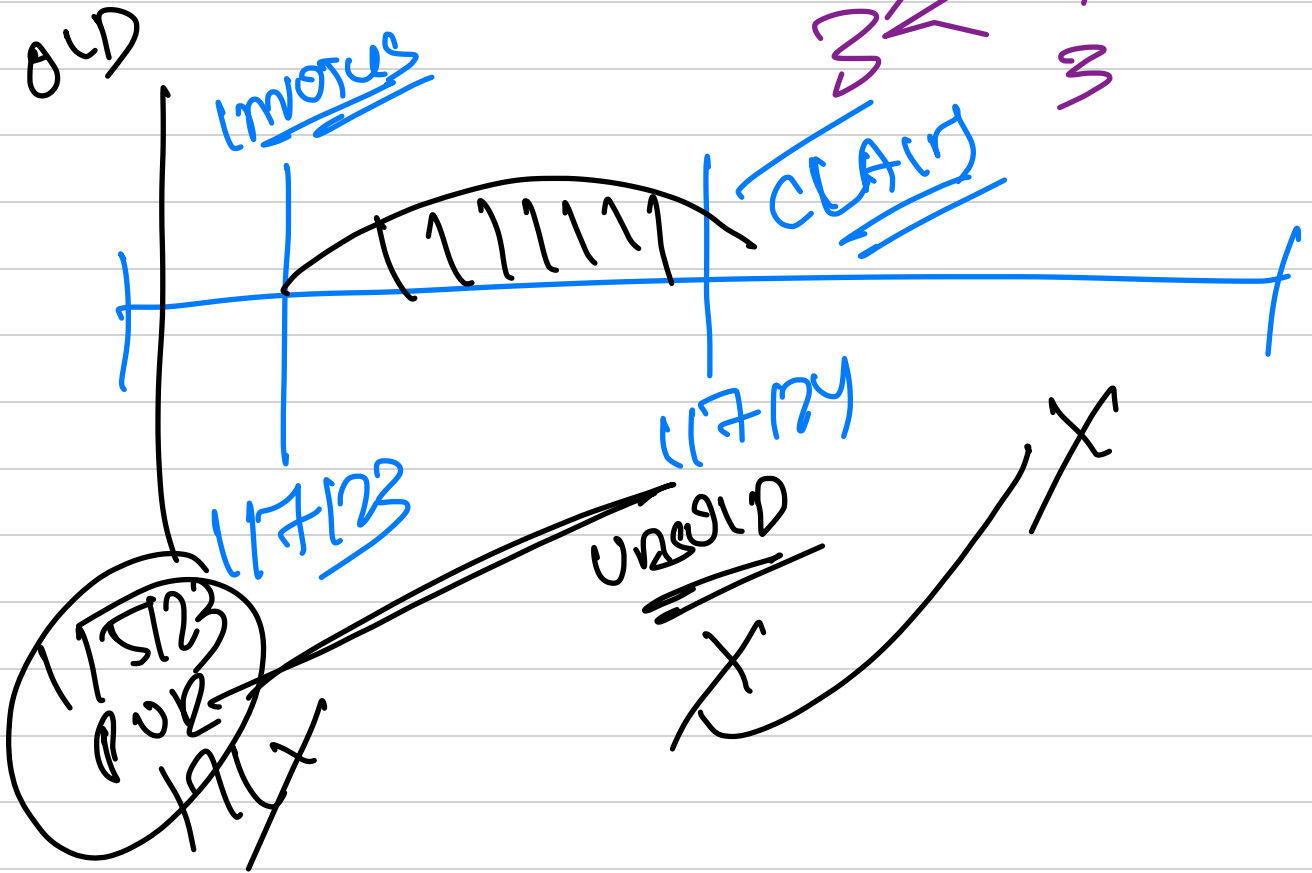
6m

2Q 8m
9m 30
3

7m

3R

CLAIM



CC \Rightarrow $\frac{ITC \times \text{Disallowed period}}{50}$

NORMAL

COMPOSITION

1000kg
PUR
F1 F2 F3
F4 F5

SOL \rightarrow 10 inventory
BOOKS

30/6/24

1/7/24

Using stock ITC

200kg

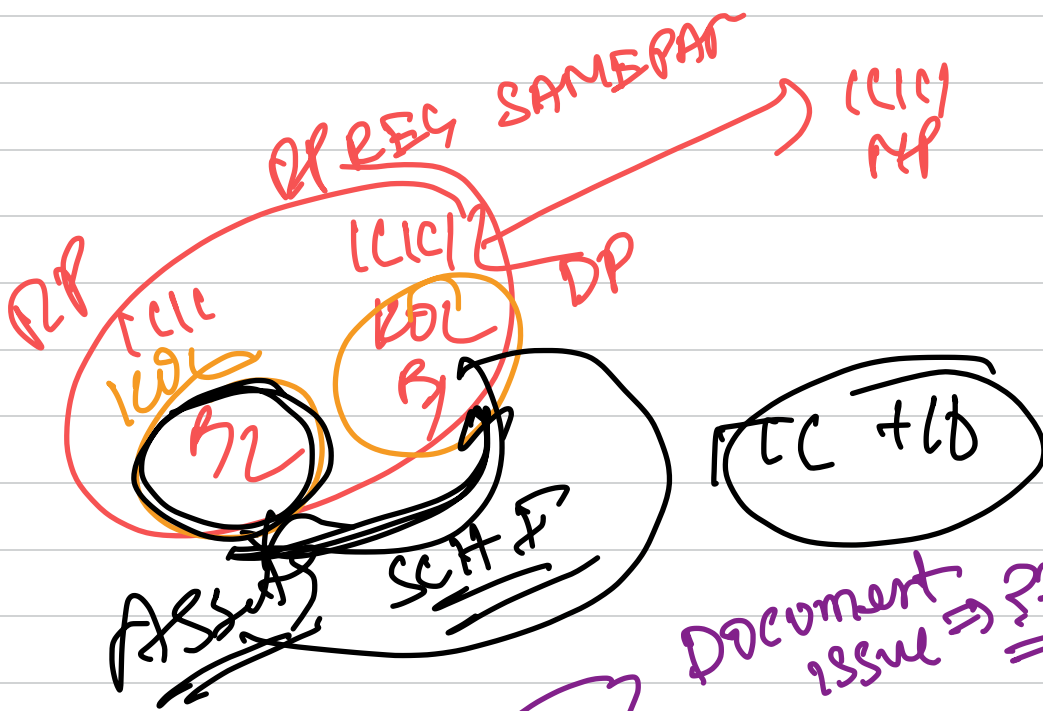
Identify
invoices
ITC QS

No Identification

CA/CMA

FMV

CY → LOSS TOOLS, SPV Mand 920



Document issue ⇒ ?? Delivery chombo

Tax Inv (5/2)

TAKING ITC ON INPUTS & CAPITAL GOODS SENT FOR JOB WORK. (SEC 19)

PRINCIPAL

Not a supply

supply

1yr

6 mth

RAYMOND (CN/8)

SEND INPUTS

JOB WORKER

Deemed supply

PROCESSING INPUTS

SEND FG/WIP

CG Purvody

ITC

Reverse

Inputs purchase

Sell Goods as sent by JWORKER

SHT ⇒ SERVICE

INPUTS

CAPITAL GOOD

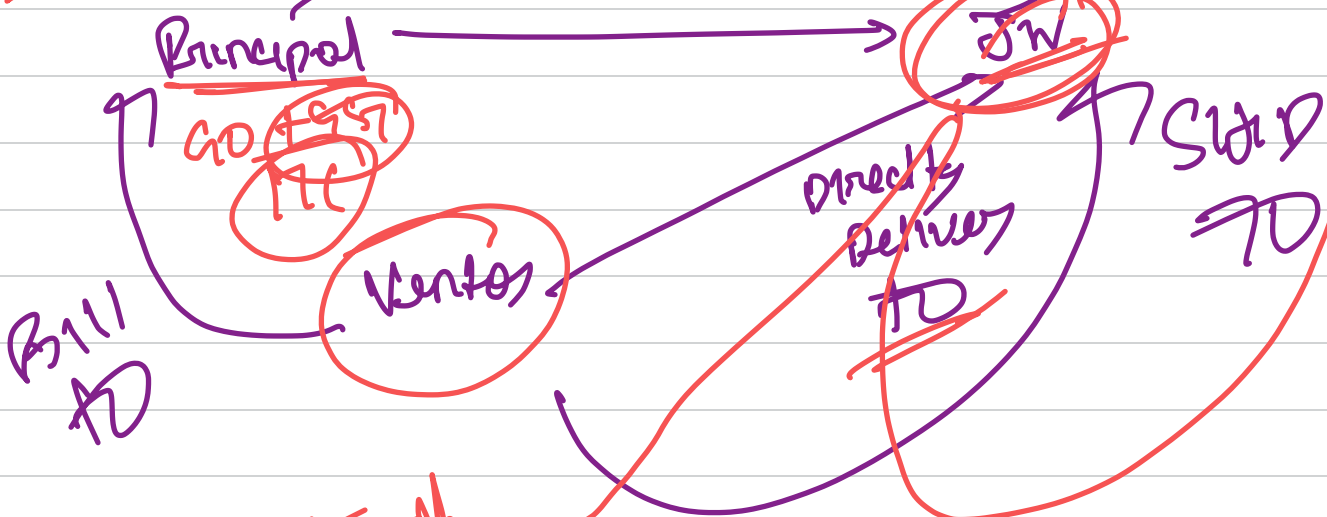
Return the inputs within 1 YEAR from the date of sent out

Return to CG within 3 YRS

(4)(2)(4)

Send

SALES (8X)



Bill TO

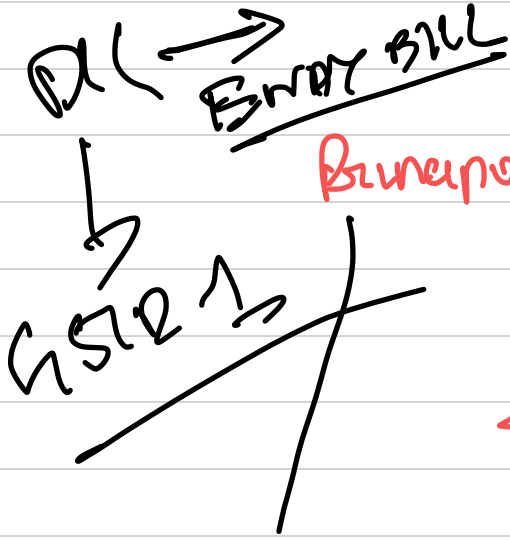
GO (4957)
PC

Vendor

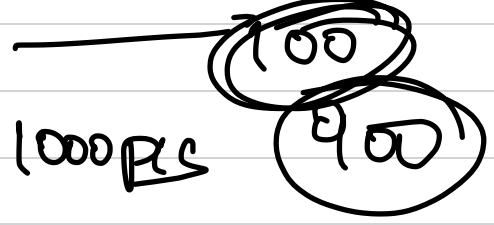
Directly Delivers TO

SALES TO

Date of Receipt by Job Worker



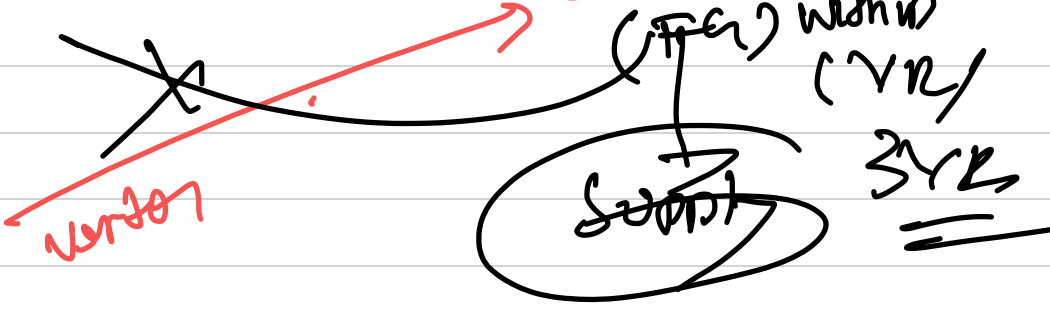
DIC



Send

Principal

JW



Vendor

FA 2024 → Front 2024

INPUT SERVICE DISTRIBUTOR

MS-115

Compulsory Regⁿ vis 24
(Always separate)

No Taxable Supply

Exception One CO

GSTR 6 → 13th of Next month

ISD Invoice

Distributes LTC to Recipient of Credit
Autopopulated in GSTR 2A/2B of Recipient

??
~~COMMON SERVICES~~
~~INDIVIDUAL SERVICES~~

ISD → HO Corp office

