

A silhouette of two people on a mountain peak against a bright, cloudy sky. One person is standing on the peak, leaning forward to help another person who is climbing up the side. The scene is backlit by the sun, creating a strong glow around the figures.

# TRANSITIONAL PROVISIONS

Every person registered under any of the existing laws and having a valid PAN shall be issued a **provisional certificate of registration**

**Final Registration Certificate** will be issued by Central / State Government on furnishing of the prescribed information

The **provisional certificate** issued to a person not liable for registration under GST shall be deemed to have been cancelled upon filing application

The certificate of registration issued shall be deemed to have been cancelled in case of pursuance of an application filed by any person

# CARRY FORWARD OF INPUT TAX CREDIT

A registered person other than the person opting to pay tax under composition scheme shall be entitled to take, in his **Electronic Credit Ledger**

The amount of CENVAT credit carried forward in the return of the day immediately preceding the appointed day

The credit shall be eligible if it qualifies as per both current law and as per GST Act

Every registered person shall within 60 days of the appointed day, submit an application electronically in **FORM GST TRAN-01**, on the common portal, specifying the amount of taxes, duties to be carried forward

All the returns under the existing law for the period of six months immediately preceding the appointed date should be duly furnished

The said credit should not relate to goods manufactured and cleared under such exemption notification as are notified by the government

# UNAVAILED CENVAT CREDIT ON CAPITAL GOODS

A registered person , other than a person opting to pay tax under composition scheme shall be entitled to take, in his **Electronic Credit Ledger**

The amount of unavailed CENVAT credit not carried forward in the return of the day immediately preceding the appointed day

The credit shall be eligible if it qualifies as per both current law and as per GST Act

For the purpose of this provision, **Unavailed Credit = (Total eligible credit – credit availed)** under the earlier law on capital goods

Every applicant shall specify separately the particulars in relation to the amount of tax or duty **availed / utilized or yet to be availed / utilized** by way of input tax credit in respect of every item of capital goods on the appointed date

# CREDIT OF ELIGIBLE DUTIES AND TAXES ON INPUTS

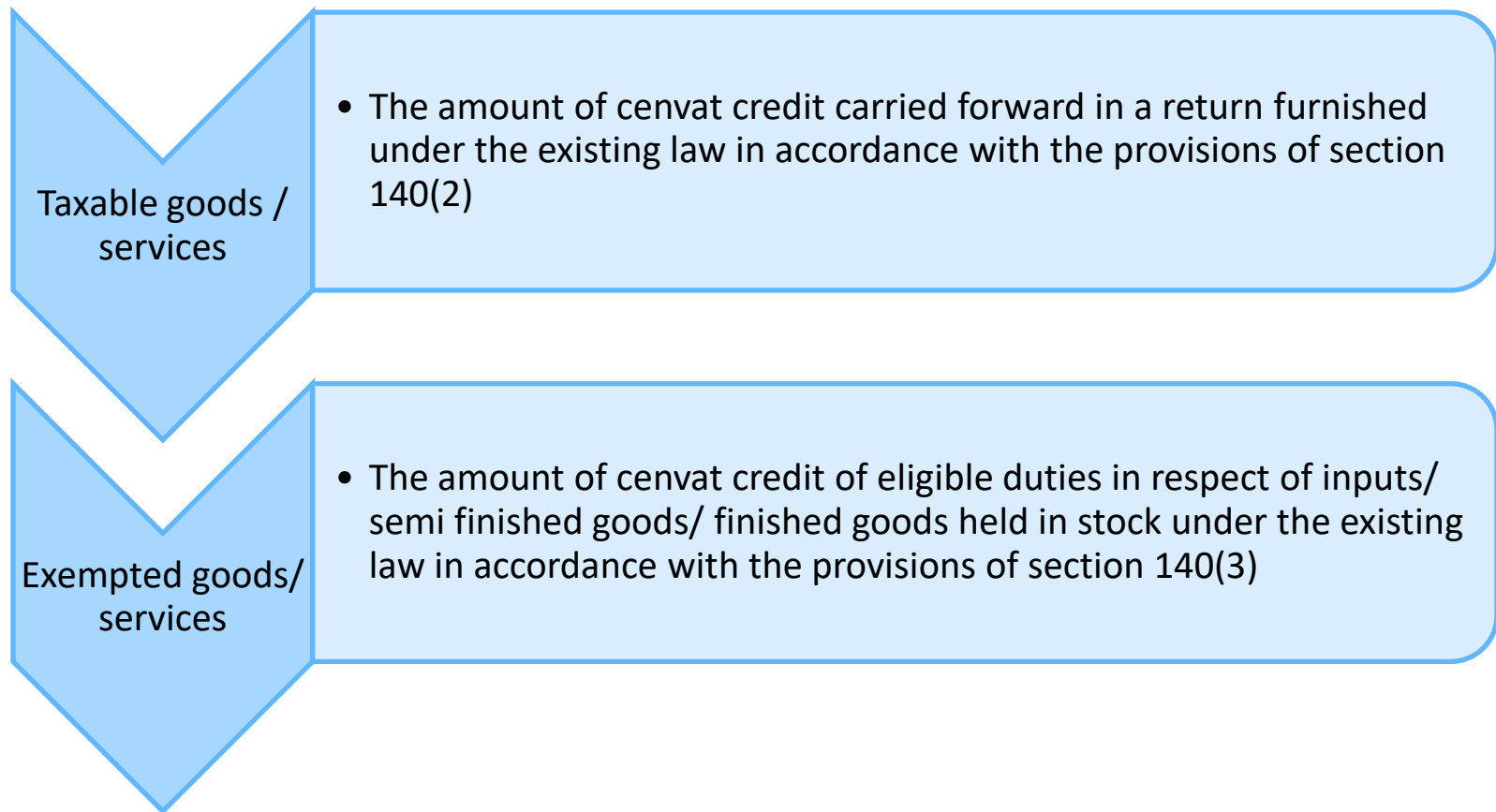
## Person eligible for input tax credit

- ✓ Person not liable to be registered under the earlier law
- ✓ Person engaged in manufacture/ sale of **exempted** goods, provision of exempted services
- ✓ Person providing **works contract** service and availing abatement under **Notification No. 26/2012-ST**
- ✓ First/ Second stage dealer, importer
- ✓ A depot of a manufacturer

- Shall be entitled to take in his Electronic credit ledger the credit of **eligible duties in respect of inputs held in stock and inputs contained in semi finished or finished goods** held in stock on the appointed date
- Goods must be used or intended to be used for **taxable supply**
- Eligible to take the credit **under GST law**
- Invoice or other document should be **within 12 months** from the appointed day
- The supplier of service is not **eligible for any abatement** under this act

- The registered person should be in possession of invoice or any tax paying document of duty
- Where a registered person is **not in possession of invoice** or any tax paying document then subject to such condition and limitation such person shall pass on the benefit of such credit to by way of reduced prices to the recipient , **then shall be allowed to take credit at rate of 40% of the tax applicable**

In case the registered person is engaged in the manufacture of **taxable and exempted goods** or the provisions of **taxable and exempted services** which are liable to tax under this act shall be entitled to take in his Electronic credit ledger :



# CREDIT ELIGIBLE IN RESPECT OF INPUTS DURING TRANSIT

- A registered taxable person is entitled to take credit in electronic credit ledger of eligible duties and taxes on inputs/ input services **received on/ after the appointed day** but the **duty/tax has been paid before the appointed day**
  
- **Certain conditions to be fulfilled are:**
  - The invoice or any other duty or tax paying document of the same are recorded in the books of accounts of such person **within 30 days** from the appointed date.
  - Further the period of 30 days could be extended to a **further period not exceeding 30 days**
  
- **Certain details which are required to be furnished in case of claim are:**
  - The name of the supplier, serial number and the date of issue of invoice
  - The description, quantity and value of goods/services
  - The amount of eligible duties and taxes
  - The date on which the receipt of goods or services is entered in the books of accounts of the recipient.

# CREDIT ELIGIBLE IN CASE OF SWITCHING OVER

Eligible person	Credit available on	Conditions
<p>Person either <b>paying tax at a fixed rate or paying a fixed amount</b> under the existing law shall be entitled to take in his <b>Electronic Credit Ledger</b></p>	<p>The credit of <b>eligible duties in respect of inputs held in stock and inputs contained in semi finished or finished goods</b> held in stock on the appointed date</p>	<ul style="list-style-type: none"><li>• Person not paying tax under the composition scheme</li><li>• Goods must be used for taxable supply</li><li>• Otherwise eligible to take the credit under earlier law and under GST law</li><li>• Such person must be in possession of invoice</li><li>• Invoices/other prescribed document was not issued earlier than 12 months preceding appointed day</li></ul>



# CREDIT AVAILABLE IN CASE OF CENTRALISED REGISTRATION

Eligible person	Credit available on	Conditions
<p>Person having a centralized registration under the existing law shall be entitled to take in his <b>Electronic Credit Ledger</b></p>	<p>The <b>credit of the amount of the cenvat credit carried forward in a return</b>, furnished under the existing law, in respect of the period ending with the day immediately preceding the appointed day in such manner as may be prescribed</p>	<ul style="list-style-type: none"><li>• The credit shall be allowed <b>if the return pertaining to the period immediately exceeding the appointed day is furnished</b> within a period of 3 months from the appointed date</li><li>• The return so furnished could be either <b>original or revised return</b> where the credit has been reduced from that claimed earlier</li><li>• It should be eligible credit as per GST Act</li></ul>

# OTHER PROVISIONS FOR CREDIT UTILIZATION

## ➤ Credit Distribution by Input Service Distributor

The Input Service Distributor shall be eligible for distribution of credit:

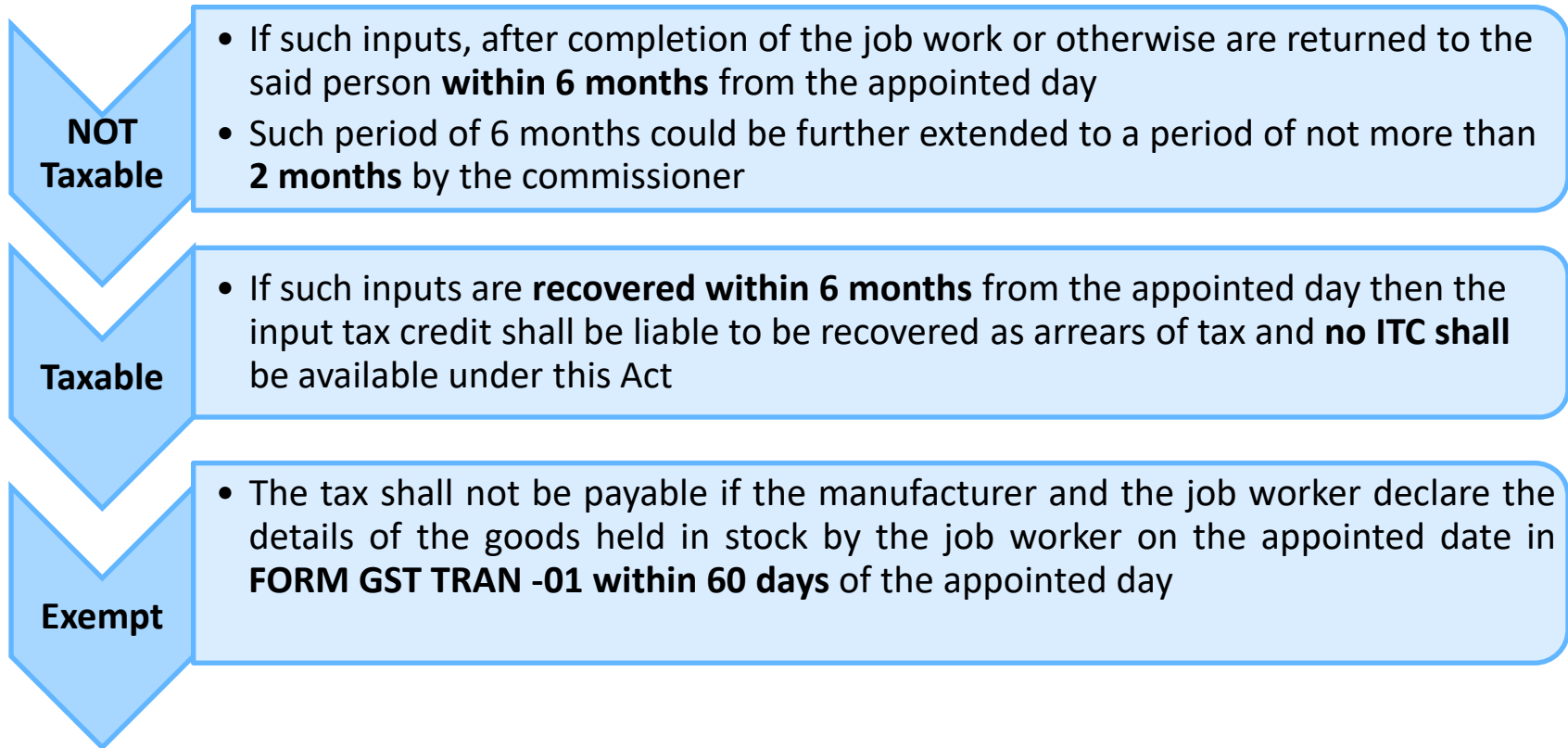
- In respect of the services received prior to the appointed date;
- Even if the invoices for such services are received on or after the appointed day

## ➤ Availing credit in certain cases

- The Cenvat credit availed for the input services under the existing law
- Are reversed due to non payment of the consideration within the period of three months
- Such credit can be reclaimed subject to the condition that the registered person has made the payment of the consideration for that supply of services within a period of three months from the appointed day.

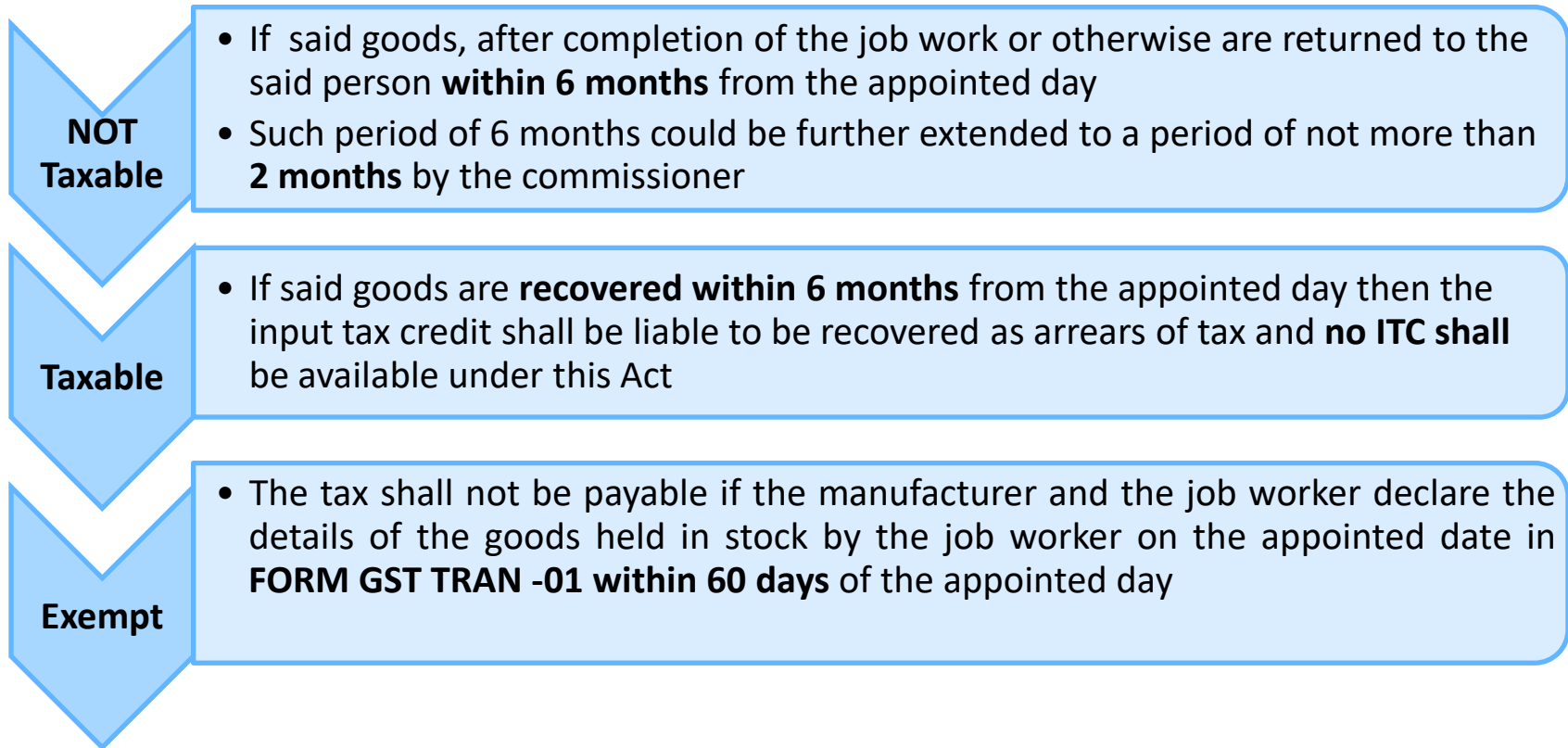
# INPUTS REMOVED FOR JOB WORK

Where any **inputs** received are removed as such or after being partially processed to a job worker for further processing, testing, repair, reconditioning or any other purpose from the place of business to the job worker premises in accordance with the provisions of the existing law prior to the appointed date and are returned on and after the appointed date then:



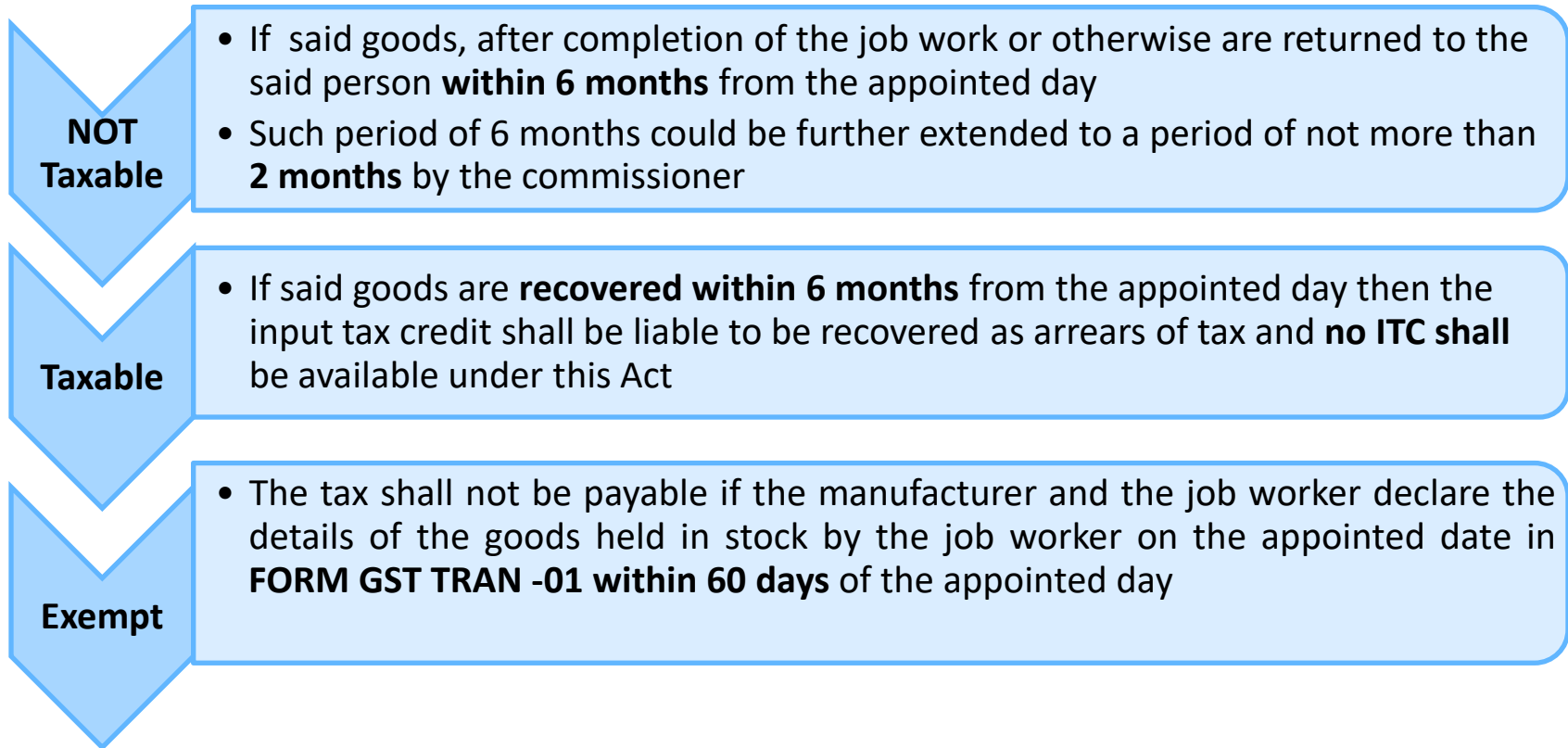
# SEMI FINISHED GOODS REMOVED FOR JOB WORK

Where **any SEMI FINISHED** received are removed for carrying out certain manufacturing processes from the place of business to the job worker premises in accordance with the provisions of the existing law prior to the appointed date and are returned on and after the appointed date then:



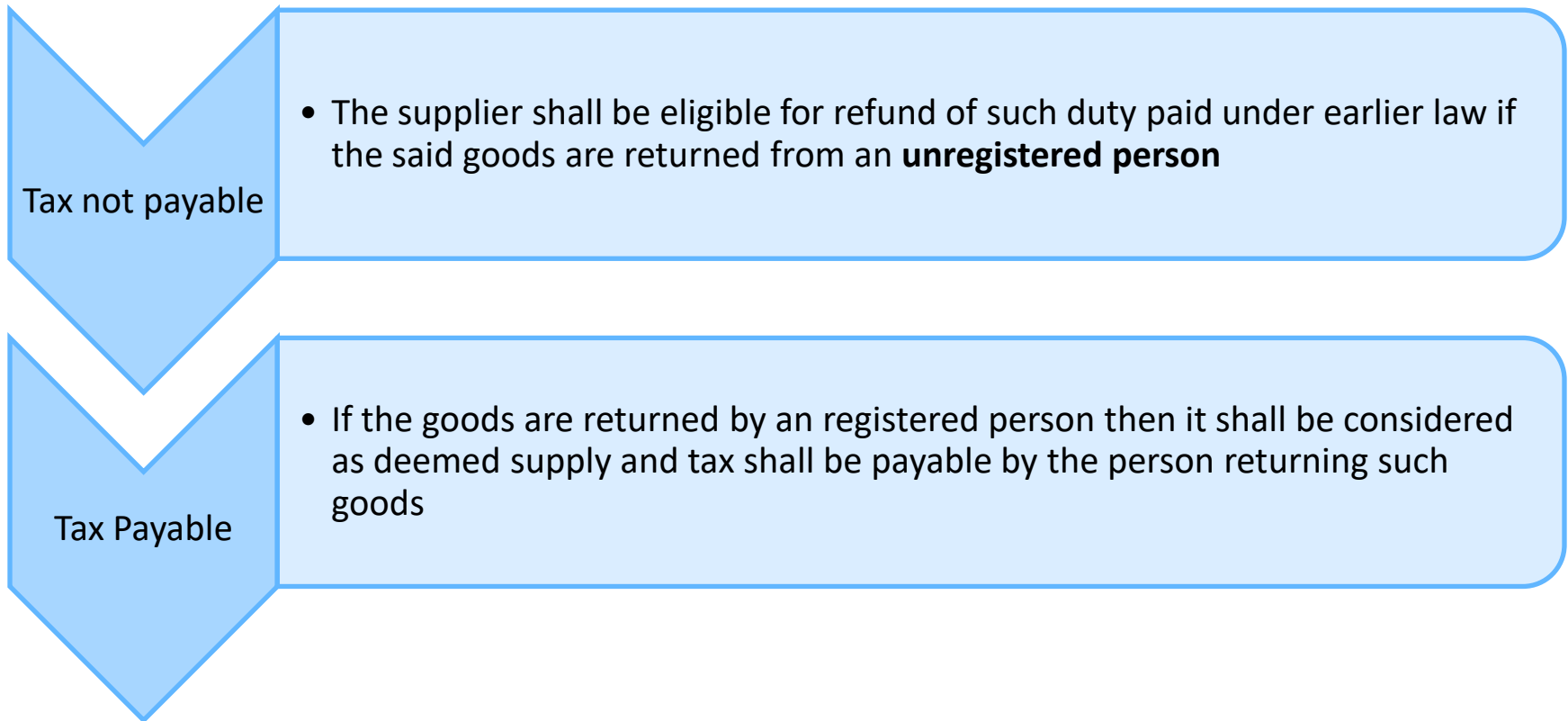
# FINISHED GOODS REMOVED FOR JOB WORK

Where any excisable goods received are removed without payment of duty for carrying out test/ any other process not amounting to manufacture from the place of business to the job worker premises in accordance with the provisions of the existing law prior to the appointed date and are returned on and after the appointed date then:



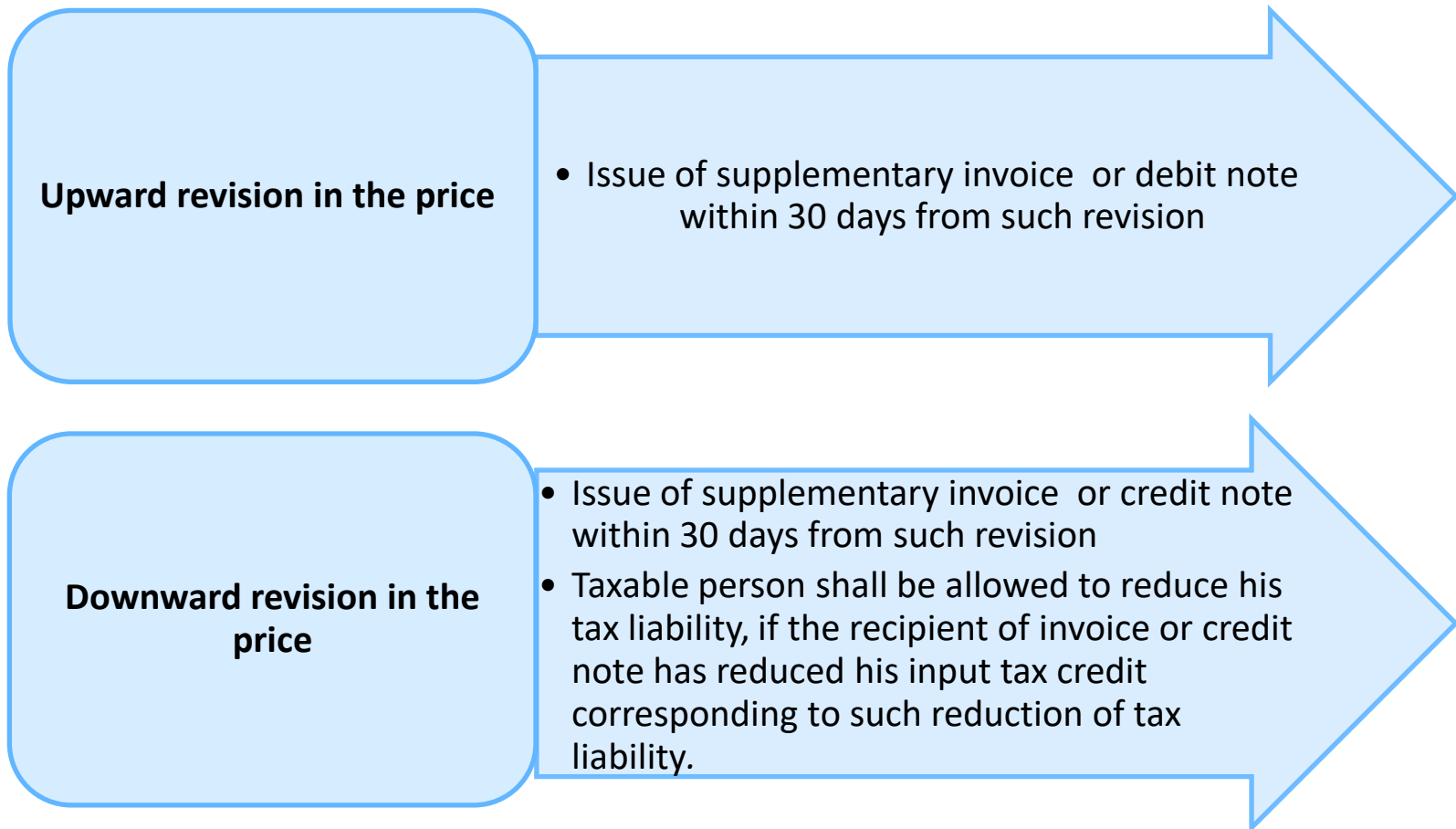
# DUTIABLE GOODS RETURNED AFTER THE APPOINTED DATE

Where any goods on which duty had been paid under the existing law at the time of removal , not being earlier than 6 months prior to the appointed date, are returned to the place of business on or after the appointed date then



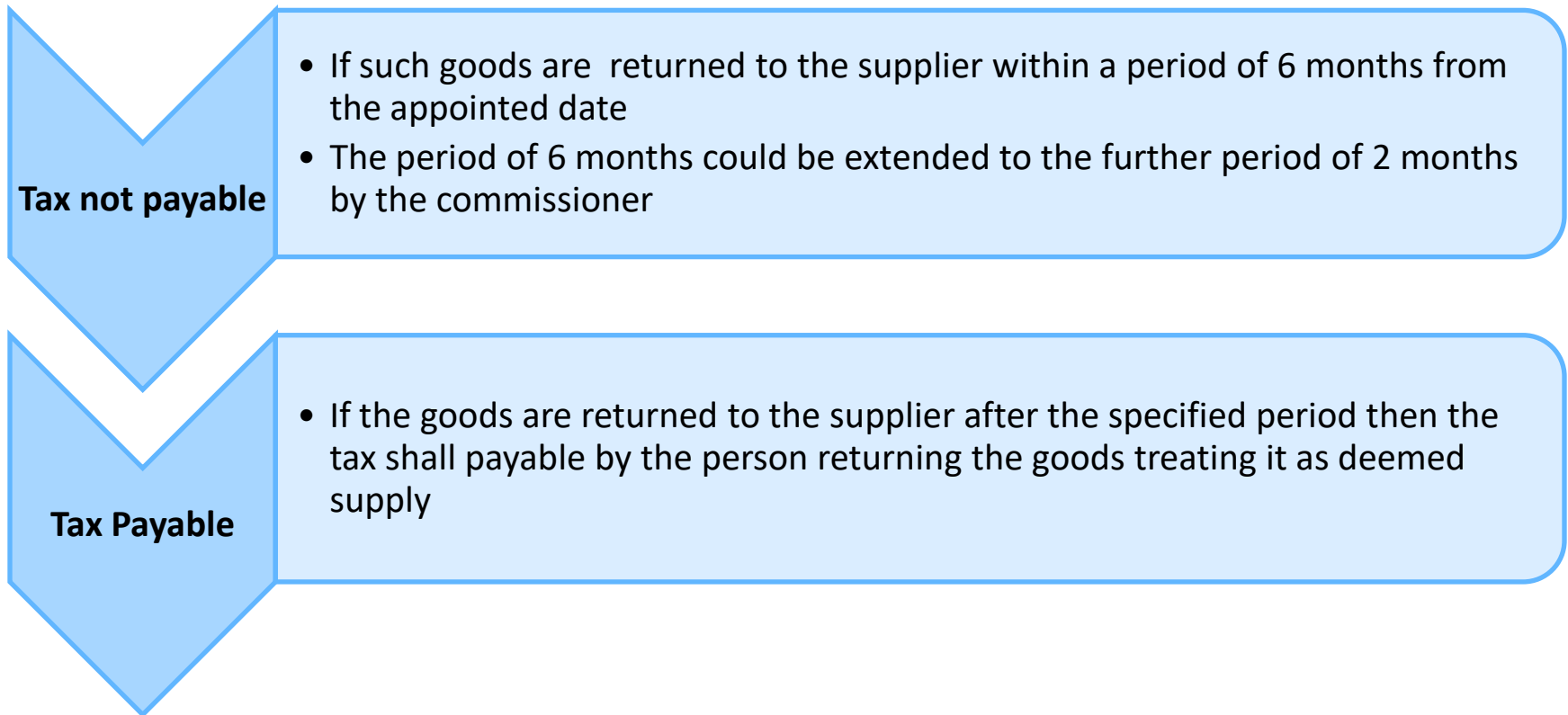
# REVISION OF CONTRACT

Contract entered prior to the appointed day and price of goods and / or services is revised on or after the appointed day



# GOODS SENT ON APPROVAL BASIS

Where any goods sent on approval basis, not earlier than six months from the appointed date are rejected or not approved by the buyer

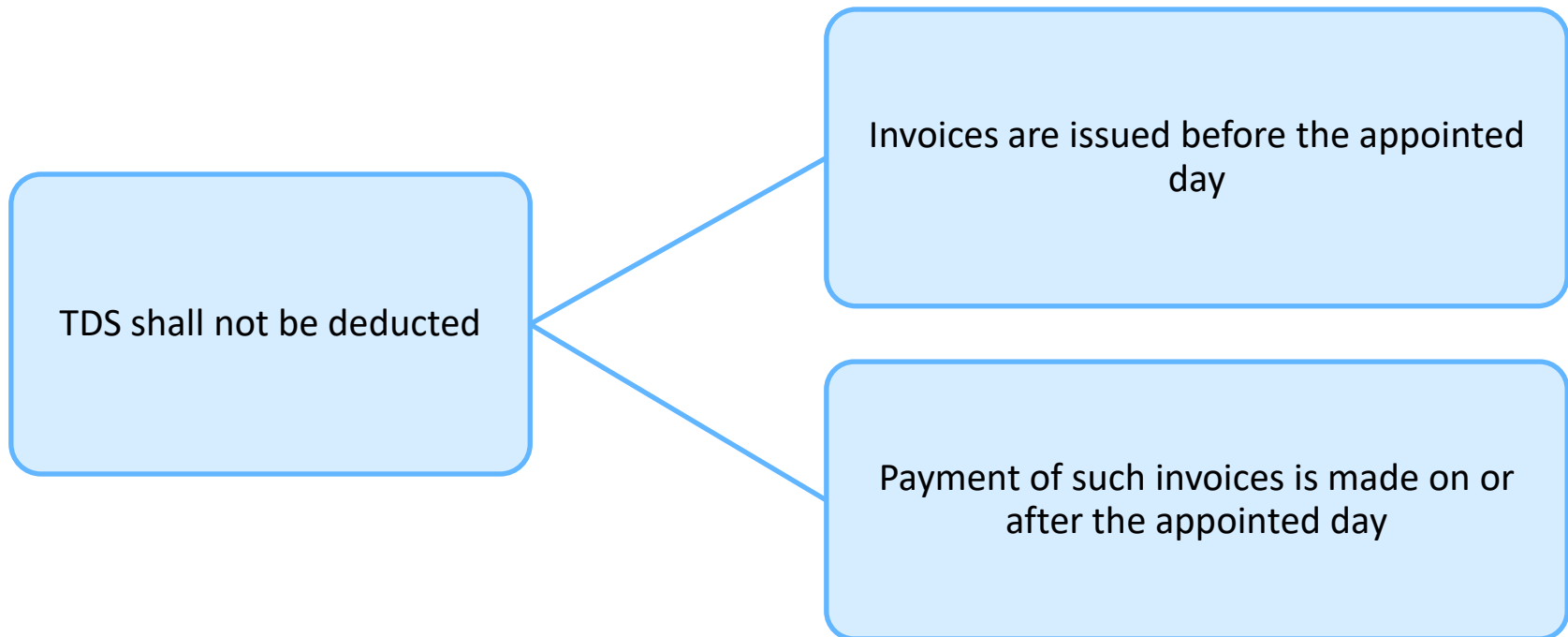


Every such person who has sent goods on approval basis shall within 60 days of the appointed date, submit details of such goods sent on approval basis in **FORM GST TRAN-01**



# TAX DEDUCTED AT SOURCE

In cases where the supplier has made any sale of goods on which tax is required to be deducted at source in such exception cases





 **THANK  
YOU**