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First Glimpse of New GST Returns

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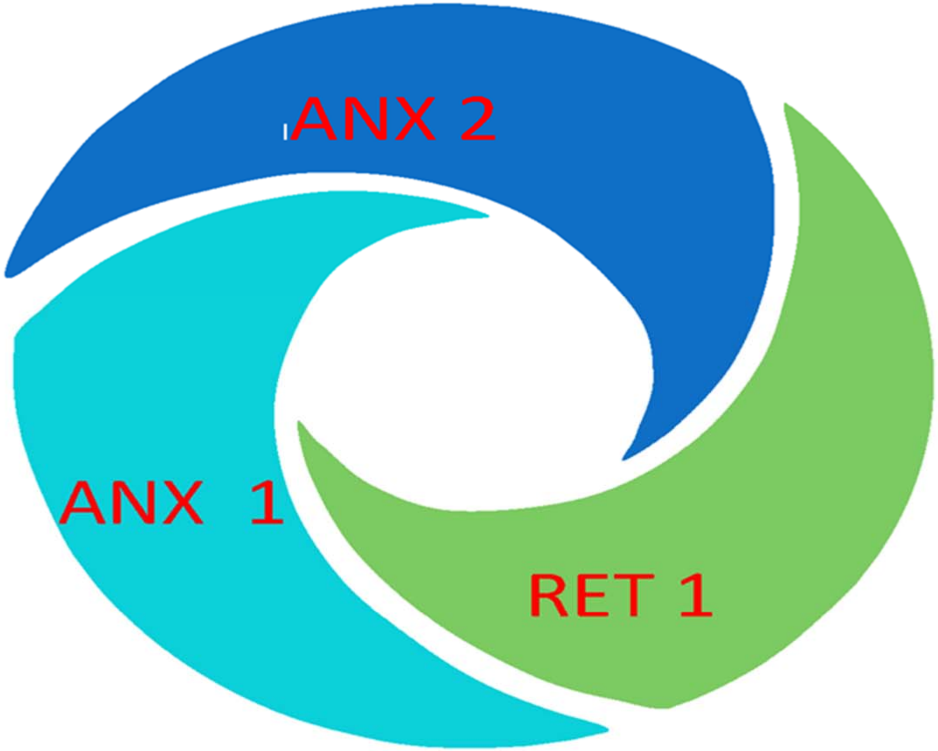
First Glimpse of New GST Returns

Major Changes

New Returns in lieu of GSTR 1, 3B (2 & 3)



Transitional Plan

Sr no	Phase	Type of Tax Payer	Remarks
1	Trial Phase July 19 to Sep 19	Small or Large Tax payers	• GSTR-1 and 3B to continue. • Uploading of Invoice in FORM GST ANX-1 & Purchase details in FORM GST ANX-2 will be available on Trial basis. • Trial data will be purged later on.
2	Compulsory Phase Oct 19 Onwards	Small or Large Tax payers	See Next 2 slides

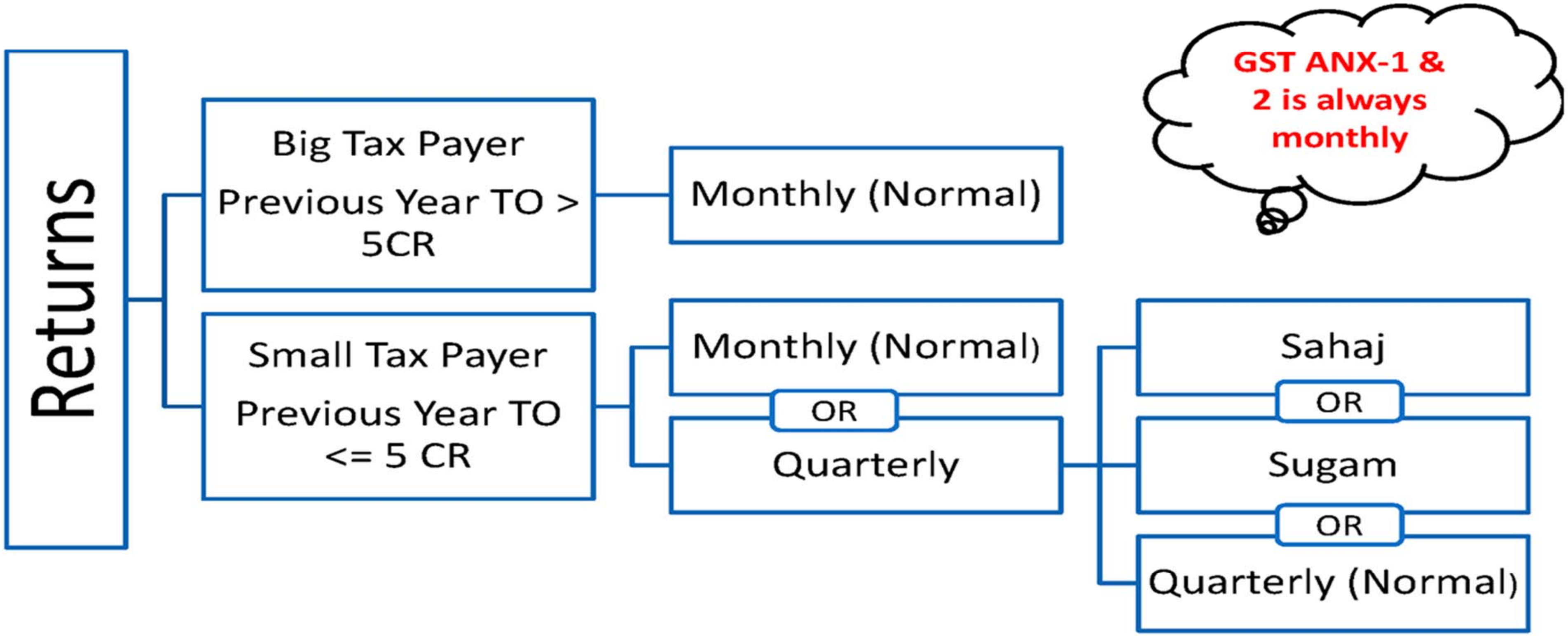
Transitional Plan [@Large Tax Payer] – Compulsory

Sr no	Month	Compliance	Due Date
1	Sep 19	GSTR-1 GSTR-3B	11th Oct 19 20th Oct 19
2	Oct 19	ANX 1 * ANX 2 ** 3B	10th Nov 19 18th Nov 19 (View) 20th Nov 19
3	Nov 19	ANX 1 * ANX 2 ** 3B	10th Dec 19 18th Dec 19 (View) 20th Dec 19
4	Dec 19 & Onwards	ANX 1 * ANX 2 ** RET 1	10th Jan 2020 18th Jan 2020(View) 20th Jan 2020
	* Real time compliance is also possible ** Near Real time compliance is also possible @ Large Tax payer : Turnover of FY 1819 more than 5 Crore ANX 2 (Accept / Reject / Pending option) will be available only from Jan 20 onwards.		

Transitional Plan [@Small Tax Payer] - Compulsory

Sr no	Month	Compliance	Due Date
1	Sep 19	GSTR-1 Quarterly GSTR-3B	31ST Oct 19 20th Oct 19
2	Oct 19	ANX 1 * ANX 2 ** PMT-08	10th Nov 19 18th Nov 19 (View) 20th Nov 19
3	Nov 19	ANX 1 * ANX 2 ** PMT-08	10th Dec 19 18th Dec 19 (View) 20th Dec 19
4	Dec 19 & Onwards	ANX 1 * /ANX 2 ** PMT-08 RET 1 Quarterly RET 2 Sahaj RET 3 Sugam	10th Jan 2020 18th Jan 2020(View) 20th Jan 2020 25th Jan 2020
	* Real-time compliance is also possible ** Near Real-time compliance is also possible @Small Tax payer : Turnover of FY 1819 Upto 5 Crore ANX 2 (Accept / Reject / Pending option) will be available from Jan 20 onwards.		

Return Periodicity (RET 1)



Time Lines of New GST Returns

For Monthly Filers

ANX 1 10th of Subsequent month

18th of Subsequent month **ANX 2**

RET 1 20th of Subsequent month

For Quarterly Filers

- RET-1 Quarterly : 25th of day of Subsequent Quarter
- RET-2 Sahaj : 25th of day of Subsequent Quarter
- RET-3 Sugam : 25th of day of Subsequent Quarter
- For Quarterly filers Monthly Payment in PMT-08

Important Points – GST ANX 1

- Documents flow to be **uni-directional.** Only Vendors can make amendment.
- Recipient will have only 3 options, **Accept, Reject, Pending.** Recipient can't modify.
- For Small Tax payers (**Turnover up to 5 Crore**) HSN reporting is not mandatory. For others including exporters **at least 6-digit H**SN to be reported for goods and services.
- **B2B** Invoice to be uploaded HSN wise. If a invoice has 10 different items having 6 HSN, 6 line items to be reported.
- If a B2B invoice has 10 different items having 6 HSN and 1 HSN has 2 different GST rates (e.g. Readymade garments), 7 line items to be reported.
- **B2C** Invoices HSN Reporting not required

Important Points – GST ANX 1

- RCM details to be reported in ANX-1 by 10th of subsequent month
- Tax amount shall be computed by the system **(PORTAL)** based on the taxable value and tax rate. However cess will be reported by the taxpayer himself.
- **Place of supply** shall have to be reported **mandatorily** for all supplies
- **Tax rate applicable on IGST supplies** to selected from the drop down menu for all Supplies (Intra + Inter). Cess, if applicable, shall be reported under the cess column
- **PAN may be reported in Table 3H** if supplies attracting reverse charge are received from un-registered persons not having GSTIN
- Negative values are allowed in ANX- 1
- **Changes not applicable to GSTR-4 / GSTR-6/GSTR-5 etc**.

Important Points – GST ANX 1

- Tax payer can upload the details of invoices in ANX-1 **on real-time basis**.
- Tax payer (Recipient) can also **view** details of documents uploaded by suppliers on **near real time basis.**
- Details of the documents issued during the tax period (say Feb 2020) or of any prior period (Say Jan 2020) by the supplier and uploaded by him after filing of the return for such prior period (Jan 2020) will be accounted for towards the tax liability of the supplier in the return in which such details have been uploaded (Feb 2020).
- **Advances received** on account of supply of services shall not be GST ANX-1., to be reported in table 3C(4) of FORM GST RET-1.
- **Supplies attracting reverse charge will be reported only by the recipient and not by the supplier in this annexure**

Important Points – Return Frequency & Payment

- **Filing frequency** of New return system will be **monthly** for all GST payers **unless GST payers opt for quarterly** GST returns. Periodicity can be changed only once that too at the beginning.

- **GST payment will be 'monthly'** for every GST payer (including Quarterly filers). Other than Large tax payer will use **PMT-08** for monthly payment.

- Small as well as Large Tax payer will have to file **GST ANX-1 and GST ANX-2** on monthly basis. Small Tax payers are given concession to opt for Quarterly Return.

Important Points – ITC

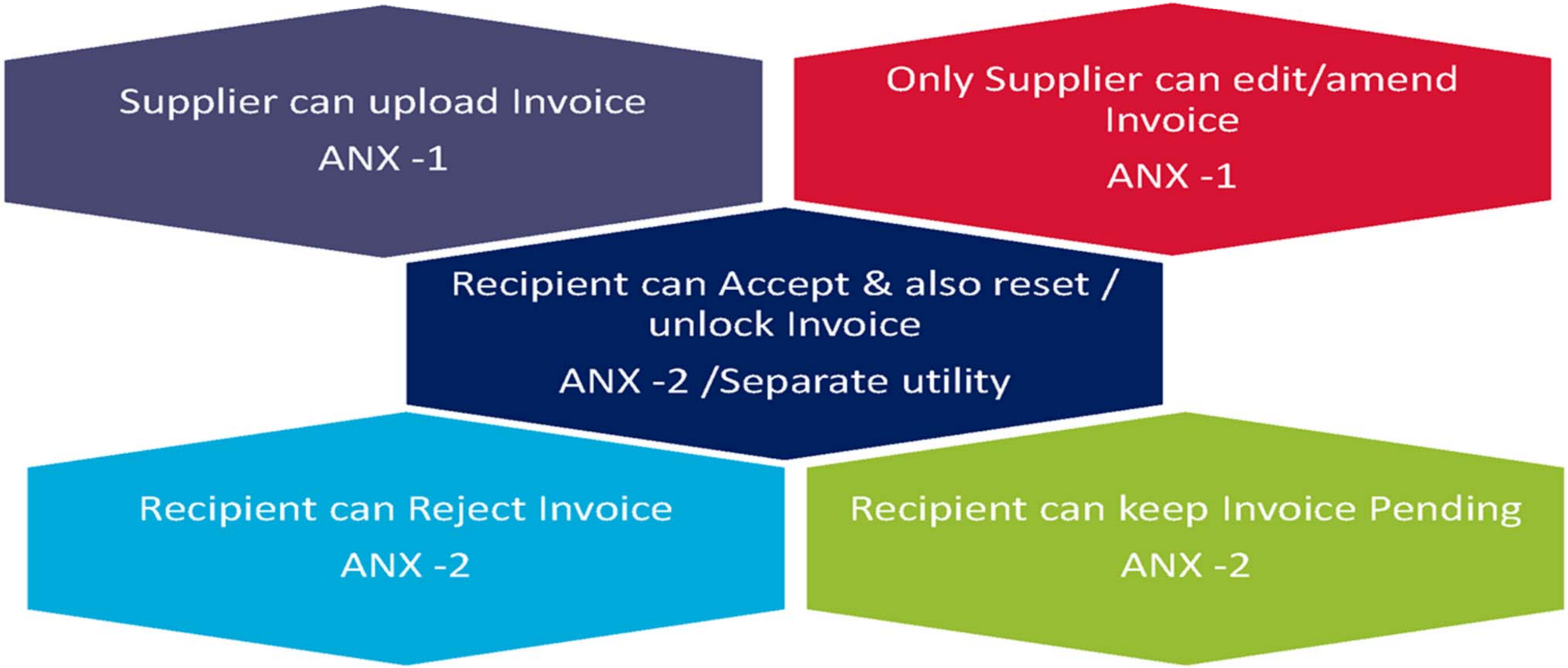
- If Vendor has not uploaded Invoice, **Provisional ITC can be claimed,** however department is likely to put some restrictions on % of provisional ITC that can be claimed.

- Provisional ITC on missing Invoice (Subject to restriction) can be claimed by Tax payer opting to file RET 1 (Monthly or Quarterly) however, **Sahaj and Sugam filers cannot avail ITC on missing invoices.**

- In respect of Provisional ITC, Vendor should report missing ITC in **T+2** (In next 2 months), if vendor is monthly filer. If vendor is quarterly filer, vendor should report missing ITC in **T+1** (Next Quarter). If not reported recipient to add back such provisional ITC in ANX 1 , table 3L and pay with interest

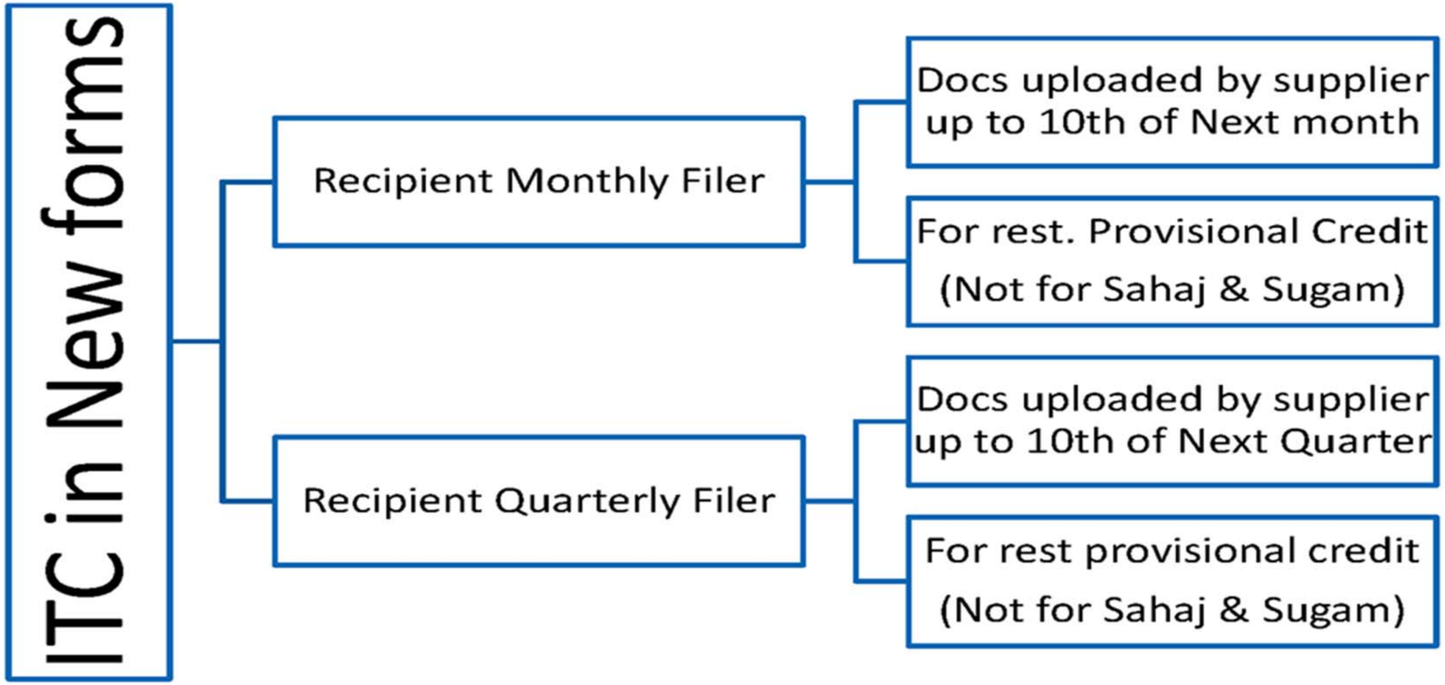
- **ITC to be credited only to Electronic credit ledger on filing of ANX 2 including Deemed filing.**

Role & Rights in New Returns



Credit Mechanism in New Return

- Recipient will get credit during a **tax period** on the basis of the details of documents uploaded by the supplier up to the 10th of the month following the month for which the return is being filed for.



Who can file Sahaj?

- Tax payer opted to file Sahaj is allowed to declare outward supply under **B2C** category and inward supplies attracting reverse charge only
- Can't make supply through e-commerce (TCS – Section 52)
- No Credit on Missing Invoice.
- Can make Nil rated, exempted or Non-GST supplies
- Can't make any other type of inward or outward supplies
- Nil rated, exempted or Non-GST supplies need not be declared in Sahaj.

Who can file Sugam?

- Tax payer opted to file Sugam is allowed to declare outward supply under **B2B & B2C** category and inward supplies attracting reverse charge only
- Can't make supply through e-commerce (TCS – Section 52)
- No Credit on Missing Invoice
- Can make Nil rated, exempted or Non-GST supplies
- Can't make any other type of inward or outward supplies
- Nil rated, exempted or Non-GST supplies need not be declared in Sahaj.

Who can File Normal Return?

- Residue Category
- Periodicity Quarterly for small tax payer
- For Big Tax payer, monthly
- Can declare all types of outward supplies, inward supplies
- **Credit Can be taken credit on missing invoices Subject to Restrictions, Reversal and Interest**

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First Step for New Returns – Profile Updation

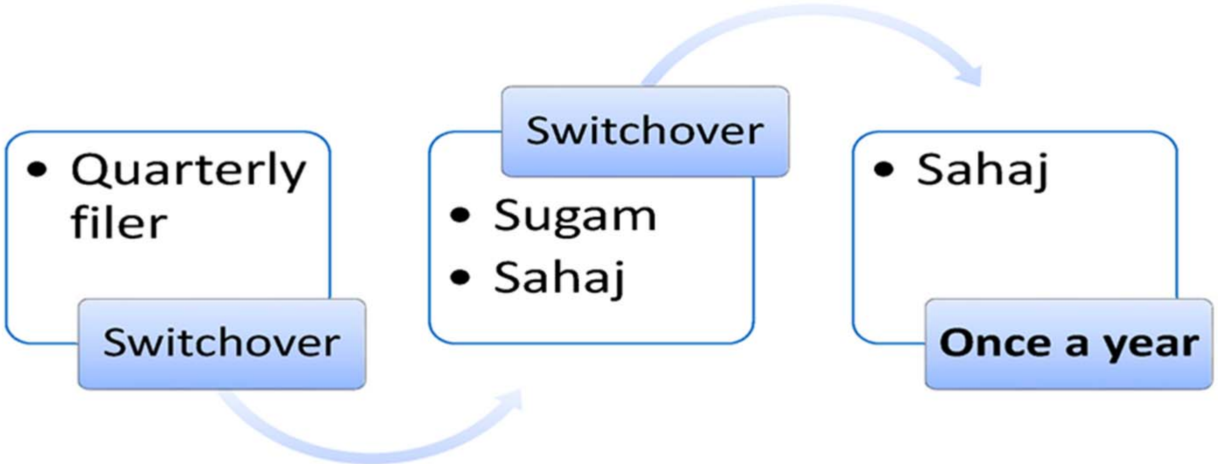
Profile Updation

Intimation of option for return periodicity and type of quarterly return

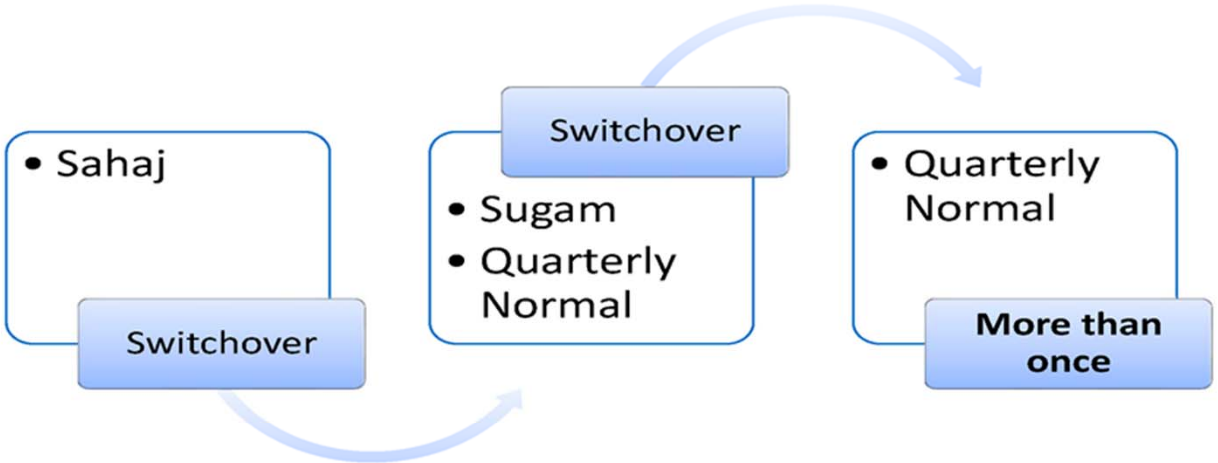
Sr. No.	Description	Option	
1	**2**	**3**	**4**
1.	Was your aggregate turnover during the preceding financial year upto Rs. 5.00 Cr.?	◯ Yes	◯ No
2.	If reply is 'Yes' at Sr. No. 1, do you intend to file return on quarterly basis?	◯ Yes	◯ No
3.	If reply is 'Yes" at Sr. No. 2, choose your return -		
	(i) Sahaj	◯ Yes	◯ No
	(ii) Sugam	◯ Yes	◯ No
	(iii) Quarterly (Normal)	◯ Yes	◯ No

Switch over Normal / Sahaj / Sugam

- Newly registered taxpayers will have the option to file monthly, Sahaj, Sugam or Quarterly (Normal) return.
- **Change in periodicity** of the return filing - allowed only once at the time of filing the first return by a taxpayer
- **The periodicity of next FY** will remain unchanged unless changed before filing the first return of that year
- Quarterly Return filer can choose between– Sahaj, Sugam or Quarterly (Normal).



Switch over Normal / Sahaj / Sugam



Which Returns I have to file ?

Large Tax Payer	* Small Tax Payer		
Monthly ANX 1	Monthly ANX 1		
Monthly ANX 2	Monthly ANX 2		
RET1 Monthly	RET1 **Monthly**	Or	RET1 **Quarterly**
	PMT-8 Monthly		

* Small tax payer can also choose monthly option, RET1 then will have to be filed monthly. Even he can choose Quartelry Sahaj or Sugam option (see next slide)

Which Returns I have to file ?

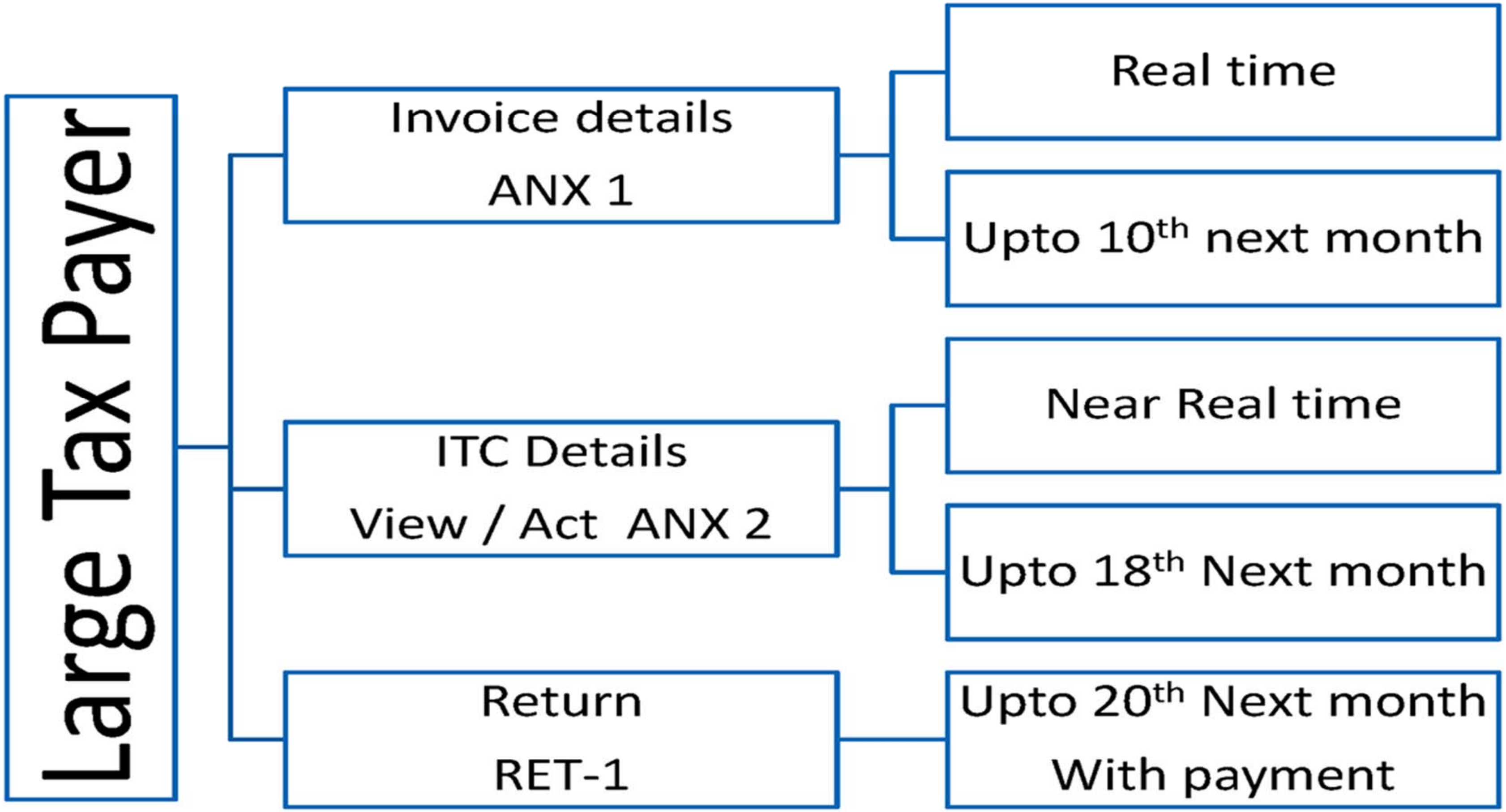
Small Tax Payer Sahaj

- Monthly ANX 1
- Monthly ANX 2
- RET2 Quarterly
- PMT-8 Monthly

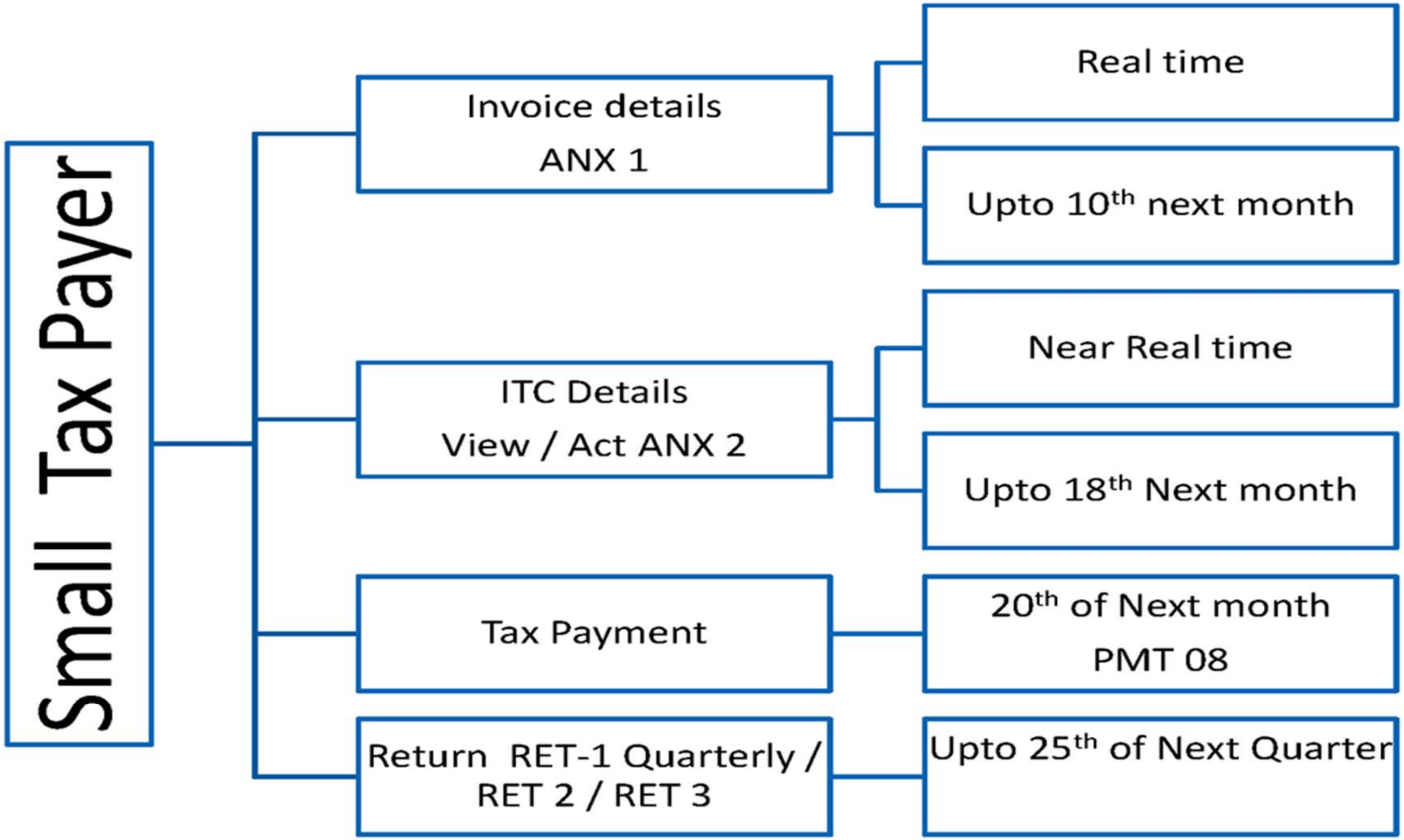
Small Tax Payer Sugam

- Monthly ANX 1
- Monthly ANX 2
- RET3 Quarterly
- PMT-8 Monthly

Summary of Compliance



Summary of Compliance



Restriction on Upload - ANX 1

Return Window of **Prior Period**

Real-time Upload

Monthly filers – No uploading 18-20 of **next month**

Quarterly filers – No uploading 23-25 of **next month**

M/

Return Window of **Current Period**

Real-time upload

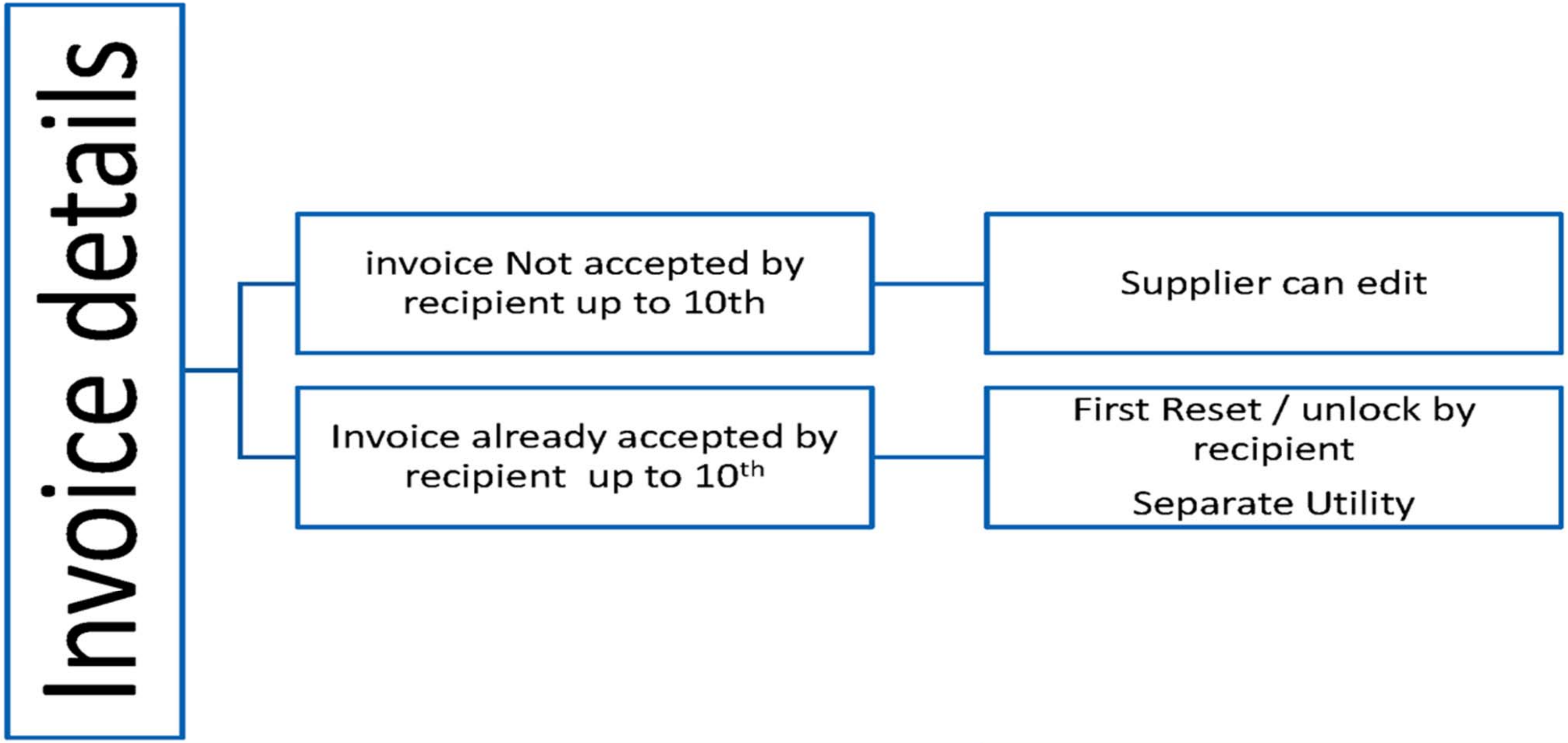
Invoice can be uploaded upto :

- Due date of Furnishing Return of Sep Next FY or
- Due Date of Annual Ret.

Whichever is earlier

If prior period Invoice is wrongly entered in current period window, will reflect in Recipient ANX-2 next month

Editing of Invoice by Supplier



Shifting of Documents

Particulars of the document may be correct but the document has been reported in the wrong table.

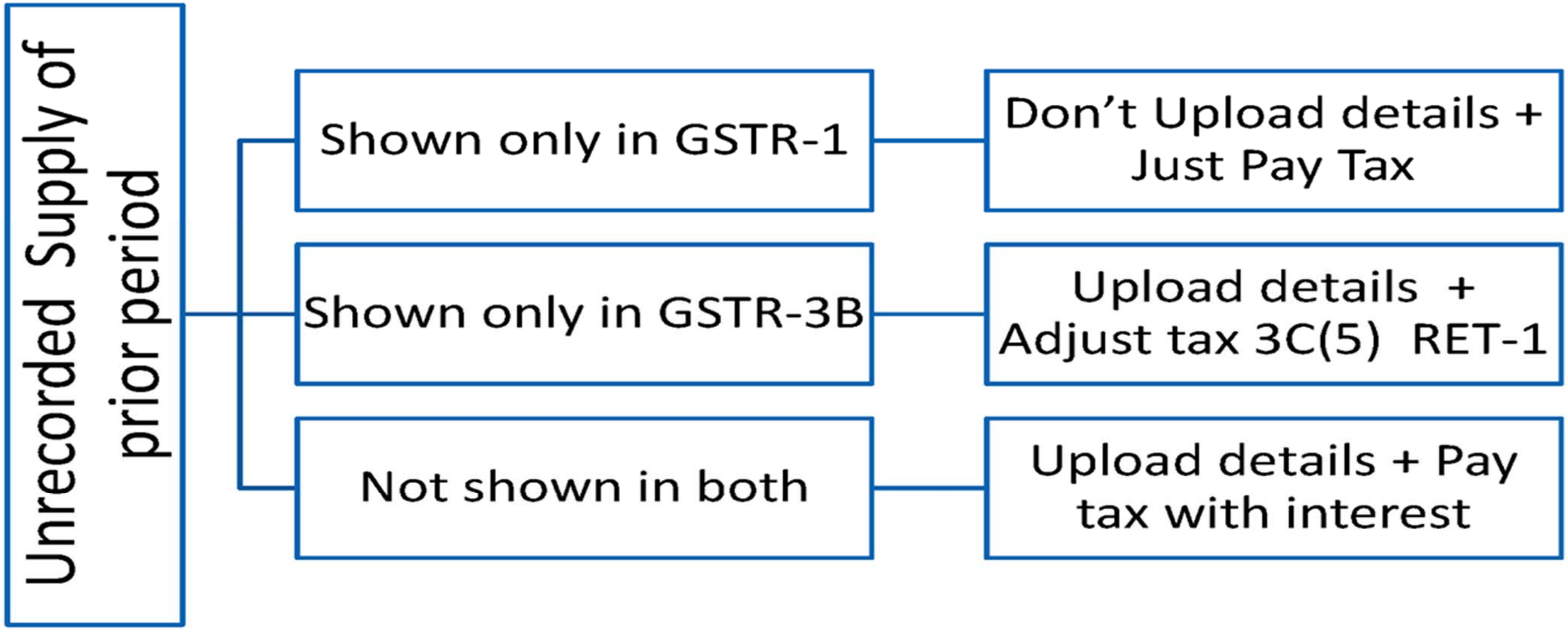
when such documents are rejected by the recipient, instead of amending the document, a facility of shifting such documents to the appropriate table will be provided.

What if ANX-1 is delayed?

- Details will be reflected in ANX-2 of Recipient in next month.
- Recipient will have to claim provisional credit (Not possible in Sugam and Sahaj)
- Adjustment to be made next month by recipient when credit is reflected.
- See Separate slides for steps for hassles of provisional credit.

Transition System for Unrecorded Supply

- Details of documents of the period **prior to introduction of the current return** filing system can also be uploaded



First Glimpse of New GST Returns

GST ANX -1

Preparatory Steps for filing Form GST ANX-1

- Reply Set of Questions

Questionnaire for uploading information in FORM GST ANX-1

Part A – Brief questions about retaining the option given in previous tax period

Sr. No.	Description	Option	
1	2	3	4
1.	I understand that the amount of tax specified in the outward supplies for which the details are being uploaded by me in this annexure shall be deemed to be the tax payable by me under the provisions of the Act.	Yes	
2.	Would you like to change the reply to the questions regarding nature of supplies as filled in the questionnaire of the return of the last tax period, if already filled in?	Yes	No

Note - In case the reply to question at S No. 2 is 'Yes', the following questionnaire will be opened for exercising the option. In the first tax period, it would be open for all taxpayers.

Steps for filing Form GST ANX-1

Based on Selection tiles will pop up

Part B – Detailed Questionnaire

Sr. No. 1	Description 2	Option 3	4
1.	Have you made B2C supply (table 3A)?	Yes	No
2.	Have you made B2B supply (table 3B)?	Yes	No
3.	Have you made exports with payment of tax (table 3C)?	Yes	No
4.	Have you made exports without payment of tax (table 3D)?	Yes	No
5.	Have you made supply to SEZ units / developers with payment of tax (table 3E)?	Yes	No
6.	Have you made supply to SEZ units / developers without payment of tax (table 3F)?	Yes	No
7.	Have you made any supply which is treated as deemed exports (table 3G)?	Yes	No
8.	Have you received inward supplies attracting reverse charge (table 3H)?	Yes	No
9.	Have you made import of services (table 3I)?	Yes	No
10.	Have you made import of goods (table 3J)?	Yes	No
11.	Have you imported goods from SEZ units / developer on Bill of Entry (table 3K)?	Yes	No
12.	Has your supplier not uploaded invoices on which you have claimed input tax credit (i.e. credit on missing invoices) two tax periods ago (for monthly) or previous tax period (for quarterly) (table 3L)?	Yes	No
13.	Have you made any supply through e-commerce operators on which tax was required to be collected under section 52?	Yes	No

Note – Option against all questions will be 'No' by default. User can select 'Yes' as per his requirement.

ANX 1 Details of outward supplies, imports and inward supplies attracting reverse charge

1	GSTIN	
2a	Legal name of the registered person	<Auto>
2b	Trade name, if any	<Auto>
2c	ARN	<Auto (after filing)>
2d	Date of filing	<Auto (after filing)>
3	Details of outward supplies, inward supplies attracting reverse charge and import of goods and services	Various Sub Tables
4	Details of the supplies made through e-commerce operators liable to collect tax under section 52 (out of any outward supplies declared in table 3)	Only 1 Table

GSTR ANX-1 -Table 3

3.A	B2C
3.B	B2B
3.C	Export with Payment of Tax
3.D	Export without Payment of Tax
3.E	Supplies to SEZ units with payment of tax
3.F	Supplies to SEZ units without payment of tax
3.G	Deemed Export
3H	Inward supplies attracting reverse charge
3.I	Import of services
3.J	Import of Goods
3.K	Import of goods from SEZ units on a BOE
3.L	Missing documents

3A,3C,3D,3I & 3J – No GSTIN

3B,3E,3F& 3G GSTIN of Recipient

3H,3K & 3L GSTIN of supplier

3H even PAN, if GSTIN is missing

3A. B2C Supplies

Supplies made to consumers and un-registered persons (Net of debit / credit notes)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

- B2C Can't be Export
- GSTIN of Recipient not required
- Invoice level reporting not required
- HSN code not required
- Reporting to be done POS wiles
- Reporting to be made net of Debit / Credit notes

3B. Supplies made to registered persons

Supplies made to registered persons (other than those attracting reverse charge)(including edit/amendment)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

- Value in Table 6, Invoice Value , Value in Table 9 Taxable Value.
- supplies made to Government department and other entities having TDS registration or through persons having TCS registration shall also be reported here.
- **RCM supply not be reported (Major change from existing system- Recipient will now report such supply)**

3C. Exports with payment of tax

Exports with payment of tax

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

- Shipping bill / bill of export number available (till the date of filing of return) may be reported against export invoices
- A **separate functionality for updation of details of shipping bill / bill of export** in table 3C or table 3D will be made available on the portal.

3D. Exports without payment of tax

Exports with payment of tax

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

Instructions same as 3C

3E. Supplies to SEZ units

Supplies to SEZ units/developers with payment of tax (including edit/amendment)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

In case of supplies made with payment of tax, the supplier will have an **option to select** if the supplier or the SEZ units / developers will claim refund on such supplies. If the supplier is not availing refund, only then the SEZ units / developers will be eligible to avail input tax credit and claim refund for such credit after exports by them.

3F. Supplies to SEZ units without payment of tax

Supplies to SEZ units/developers without payment of tax

(including edit/amendment)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

Instructions same as 3E. Except option for Refund

3G. Deemed exports

Deemed exports (including edit/amendment)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

- As good as local sales
- Supplier shall **declare whether refund will be claimed by him or the recipient** of deemed export supplies will be availing refund on such supplies. If refund is to be claimed by the supplier, then recipient will not be eligible to avail input tax credit on such supplies.

3H. Inward supplies attracting reverse charge

Inward supplies attracting reverse charge

(to be reported by **the recipient, GSTIN wise for every supplier**, net of debit/credit notes and advances paid, if any)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
I														

- **Invoice wise details are not required** to be reported in this table.
- Where only advance has been paid to the supplier, on reporting the same, the credit shall flow to the main return (FORM GST RET-1) and shall **be reversed in table 4** of the said return. This credit can be availed only on receipt of the supply and issue of invoice by the supplier.

3I. Import of services

Import of services (net of debit/ credit notes and advances paid, if any)

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Ce ss	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

Where only **advance** has been paid to the supplier, on reporting the same, the credit shall flow to the main return (FORM GST RET-1) and shall be **reversed** in table 4 of the said return. This credit can be availed only on receipt of the supply and issue of invoice by the supplier

3J. Import of goods

Import of goods

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

- IGST details will not auto populate as of now .
- Reporting in table 3J and 3K shall be required till the time the data from ICEGATE and SEZ to GSTN system starts flowing online.
- Any **reversal** on account of in-eligibility of credit or otherwise is to be carried out in table 4B of the main return (FORM GST RET-1).

3K. Import of goods from SEZ units / developers on a Bill of Entry

Import of goods from SEZ units / developers on a Bill of Entry

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

Instructions

- Same as 3J

3L. Missing documents

Missing documents on which credit has been claimed in T-2 /T-1 (for quarter) tax period and supplier has not reported the same till the filing of return for the current tax period

GSTIN / UIN	Place of Supply (Name of State/UT)	Document details				HSN code	Tax rate (%)	Taxable value	Tax amount				Shipping bill / Bill of Export details	
		Type	No	Dt	Value				I	C	S	Cess	No	Date
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15

To be disclosed only Where the supplier has failed to report the supplies after a lapse of two tax periods in case of monthly return filers and after a lapse of one tax period in case of quarterly return filers

How to Report Debit / Credit Notes in ANX-1 ?

- Debit / Credit notes issued by the supplier with respect to supplies **other than supplies attracting reverse charge** shall be reported in the respective tables
- Reverse charge supply to be reported net of debit / credit notes.
- Debit / Credit note is issued for the difference in tax rate only, then taxable value shall be reported as 'Zero, only tax amount to be reported.

4. Details of the supplies made through e-commerce operators

4. Details of the supplies made through e-commerce operators liable to collect tax under section 52 (out of any outward supplies declared in table 3)

Sr. No.	GSTIN of e-commerce operator	Value of supplies made	Value of supplies returned	Net value of supplies	Tax amount			
					Integrated tax	Central tax	State / UT tax	Cess
1	2	3	4	5	6	7	8	9

Supplies made through e-commerce operators liable to collect tax under section 52 shall be reported at the consolidated level in this table **even though these supplies have already been reported in table 3**

FORM GST ANX-1A vs ANX-1

Amendment to details of GST ANX-1

ANX-1A

Amendment of invoice, debit / credit notes shall be carried out through ANX-1 A in relation to table

- 3A(B2C),
- 3C (Export with Tax),
- 3D (Export without payment of tax) ,
- 3H (RCM),
- 3I (Import of Services),
- 3J (Import of Goods) and
- 3K (SEZ Import)

of FORM GST ANX-1. **[GSTIN of supplier not available]**

ANX -1

Amendment in relation to table

- 3B (B2B),
- 3E (SEZ Supply with tax),
- 3F (SEZ Supply without tax) and 3G (Deemed Export)

shall be carried out in FORM GST ANX-1 of the main return (FORM GST RET-1) itself. **[GSTIN of supplier available]**

First Glimpse of New GST Returns

GST ANX -2

ANX 2 –Imp Points

- Details of auto- drafted inward supplies
- Source : GST ANX -1, GSTR-5 & GSTR-6
- will be auto-populated in this annexure on near real time basis and can be accepted or rejected by the recipient
- Recipient can Accept, Reject or to keep pending on continuous basis
- **Accepts** implies that supplies reported in such document have been received before filing of return by the recipient and the details given in the documents reported in FORM GST ANX-1 are correct.
- Accepted documents would not be available for amendment at the corresponding supplier's end.

ANX 2 –Imp Points

- Any invoice with an error that cannot be corrected through a financial debit / credit note shall be **rejected.** E.g. details such as HSN Code, tax rate, value, GSTIN of recipient etc.

- Supplier can make corrections in the rejected documents in subsequent FORM GST ANX-1

- **Pending** action will mean that the recipient has deferred the decision of accepting or rejecting the details of the invoices E.g. supplies are yet to be received or the recipient

- Pending invoices would be **rolled over** to FORM GST ANX-2 of the next tax period.

- The input tax credit in respect of pending & rejected invoices shall not be accounted in tax period.

ANX 2 –Imp Points

- Any document, on which an affirmative action of either accepting the document or keeping the document pending or rejecting the document is not taken by the recipient in his FORM GST ANX-2, shall be **deemed to be accepted** upon filing of the return by him. On deemed acceptance input tax credit in respect of all Invoices shall be accounted.

- Separate functionality would be provided to **search and reject an accepted document** on which credit has already been availed. such reversal of credit for the recipient will be with interest.

- **FORM GST ANX-2 will be treated as deemed filed upon filing of the main return (FORM GST RET-1) relating to the tax period.**

- Status of return filing (not filed, filed) by the supplier will also be made known to the recipient in ANX-2 of the tax period after the due date of return filing is over

Invoice Rejection by Recipient

A — conveyed to the supplier only after filing of the return by the recipient

B — Can Edited before filing subsequent Return

C — Credit only in next open GST ANX-2

D — Liability of the period in which uploaded

ANX 2 Details of auto- drafted inward supplies

1	GSTIN	
2a	Legal name of the registered person	<Auto>
2b	Trade name, if any	<Auto>
2c	ARN	<Auto (after filing)>
2d	Date of filing	<Auto (after filing)>
3A	Supplies received from registered persons including services received from SEZ units (other than those attracting reverse charge)	Auto Populate from ANX-1
3B	Import of goods from SEZ units n BOE	Auto Populate from ANX-1
3C	Import of goods from overseas on Bill of Entry	Auto Populate from ANX-1
4.1	Credit on all documents which have been rejected	ITC not to be considered
4.2	Credit on all documents which have been kept pending	ITC not to be considered
4.3	Credit on all documents which have been accepted (including deemed accepted)	ITC to be considered in RET-1
5	ISD credits received (eligible credit only)	ITC to be considered in RET-1

ANX 2 – Linkage between RET -1 & ANX 2

Fraud

- The documents uploaded in FORM GST ANX-1 for month 'M' by a supplier (March 2020)
- Previous two consecutive tax periods (M-1 and M-2 months) RET-1 not filed. (Jan and Feb 2020)

No ITC

- Such documents will be visible to the recipient
- However Recipient cannot claim ITC on such inward supplies for March 2020

Till

- Recipient can reject or keep such documents pending until filing of return by the supplier
- For Supplier filing return on quarterly basis, this period will be one quarter

First Glimpse of New GST Returns

RET -1

RET-1 – Imp Points

- **Nil return** can be filed if you have not uploaded FORM GST ANX-1 and no inward supplies (purchases) have been auto-populated in FORM GST ANX-2 and no other information is required to be reported in the main return i.e. FORM GST RET-1.

- Facility to file **Nil return through SMS** will also be available if no supplies have been made or received

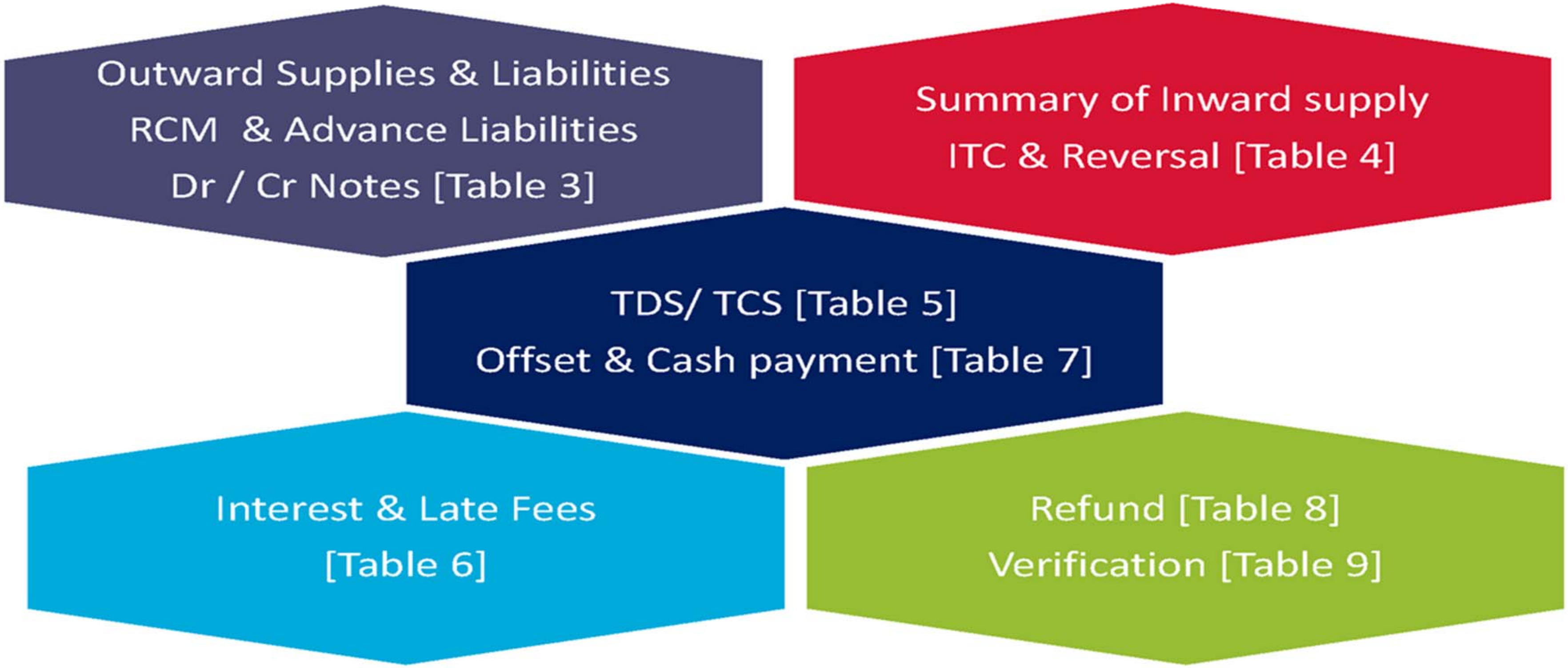
- After uploading details of supplies in FORM GST ANX-1 and taking action on the documents auto-populated in FORM GST ANX-2, the taxpayer shall file the main return in FORM GST RET-1

- Information declared through FORM GST ANX-1 and FORM GST ANX-2 shall be **auto-populated** in the main return (FORM GST RET – 1).

RET-1 – Imp Points

- Interest and late fee to the extent of late filing of return, making late payment of taxes, uploading preceding tax periods' invoices shall be computed by the system
- Other interest due to reversals etc. shall be entered by the taxpayer on self-assessment basis
- Suggested utilisation of ITC will be made available in the payment table. However, taxpayer can make changes in the suggested ITC utilization
- Adjustment of negative liability of the previous tax period shall be allowed to be made along with the current tax period's liability
- Questionnaire to be filled before filing RET-1. **Adjustment of negative liability of the previous tax period shall be allowed to be made along with the current tax period's liability**

Pillars of RET-1



RET-1 in Brief

1	GSTIN	
2a	Legal name of the registered person	<Auto>
2b	Trade name, if any	<Auto>
2c	ARN	<Auto (after filing)>
2d	Date of ARN	<Auto (after filing)>
3A	Details of outward supplies	
3A1	Taxable supplies made to consumers and unregistered persons (B2C)	Auto from table 3A of FORM GST ANX-1
3A2	Taxable supplies made to registered persons (other than those attracting reverse charge) (B2B)	Auto from table 3B of FORM GST ANX-1
3A3	Exports with payment of tax	Auto from table 3C of FORM GST ANX-1
3A4	Exports without payment of tax	Auto from table 3D of FORM GST ANX-1
3A5	Supplies to SEZ units/developers with payment of tax	Auto from table 3E of FORM GST ANX-1

RET-1 in Brief

3A6	Supplies to SEZ units / developers without payment of tax	Auto from table 3F of FORM GST ANX-1
3A7	Deemed exports	Auto from table 3G of FORM GST ANX-1
3A8	Liabilities relating to the period prior to the introduction of current return filing system and any other liability to be paid	<User input> Unrecorded supplies up to Sep 19
3B	Details of inward supplies attracting reverse charge	
3B1	Inward supplies attracting reverse charge (net of debit / credit notes and advances paid, if any	Auto from table 3H of FORM GST ANX-1
3B2	Import of services (net of debit / credit notes and advances paid, if any)	Auto from table 3I of FORM GST ANX-1
3C	Details of debit / credit notes issued, advances received / adjusted and other reduction in liabilities	

RET-1 in Brief

3C1	Debit notes issued (Other than those attracting reverse charge)	Auto from respective table of GST ANX-1
3C2	Credit notes issued (FORM GST ANX-1) (Other than those attracting RCM	Auto from respective table of GST ANX-1
3C3	Advances received (net of refund vouchers and including adjustments on account of wrong reporting of advances earlier)	<User Input>
3C4	Advances adjusted	<User Input>
3C5	Reduction in output tax liability on account of transition from composition levy to normal levy, if any or any other reduction in liability	<User Input>
3D	Details of supplies having no liability	
3D1	Exempt and Nil rated supplies	<User input>
3D2	Non-GST supplies (including No Supply / Schedule III supplies)	<User input>

RET-1 in Brief

3D3	Outward supplies attracting reverse charge (net of debit/ credit notes)	<User input>
3D4	Supply of goods by a SEZ unit / developer to DTA on a Bill of Entry	<User input>
3E	Total value and tax liability (A+B+C+D)	<Auto>
4	**Summary of inward supplies for claiming input tax credit (ITC)**	
4A1	Credit on all documents which have been rejected	<Auto> FORM GST ANX-2
4A2	Credit on all documents which have been kept pending	<Auto> FORM GST ANX-2
4A3	Credit on all documents which have been accepted (including deemed accepted)	<Auto> FORM GST ANX-2
4A4	**Eligible Credit of period prior to introduction of New Return**	<User input>
4A5	**Inward supplies attracting reverse charge**	<Auto> FORM GST ANX-1 Table 3H

RET-1 in Brief

4A6	Import of services	**<Auto>** FORM GST ANX-1 Table 3I
4A7	Import of goods	**<Auto>** FORM GST ANX-1 Table 3J
4A8	Import of goods from SEZ units / developers	**<Auto>** FORM GST ANX-1 Table 3K
4A9	ISD Credit (net of ISD credit notes)	table 5 of FORM GST ANX-2
4A10	**Provisional input tax credit on documents not uploaded by the suppliers [net of ineligible credit]**	**<User input>**
4A11	**Upward adjustment in input tax credit due to receipt of credit notes and all other adjustments and reclaims**	**<User input>**
4A12	**Sub-total (A)** [sum of 3 to 11]	**<Auto>**

RET-1 in Brief

4B	**Details of reversals of credit**	
4B1	**Credit on documents which have been accepted in previous returns but rejected in current tax period (net of debit/ credit notes)**	**<Auto> [Separate Utility]**
4B2	Supplies not eligible for credit (including ISD credit)	<User input>
4B3	**Reversal of credit in respect of supplies on which provisional credit has already been claimed in the previous tax periods but documents have been uploaded by the supplier in the current tax period**	**<User input>**
4B4	Reversal of input tax credit as per law (Rule 37, 39, 42 & 43)	<User input>
4B5	Other reversals, If any	<User input>
4B6	**Sub-total (B)** [sum of 1 to 5]	<Auto>
4C	**ITC available (net of reversals) (A- B)**	<Auto>

RET-1 in Brief

4D	ITC declared during first two months of the quarter (Only for quarterly return filers)	
1	First Month	<Auto>
2	Second Month	<Auto>
4E	Net ITC available (C-D)	<Auto>
	Bifurcation of ITC on Capital Goods (Out of 4C)	<User input>
	Bifurcation of Input tax credit on services (out of 4C)	<User input>
5	Amount of TDS and TCS credit received in electronic cash ledger	<Auto>
6	**Interest and late fee liability details**	
6.1	Interest and late fee due to late filing of return (including late reporting of invoices of previous tax periods, rejection of accepted documents by the recipient)	(to be computed by the system)

RET-1 in Brief

6.2	Interest on account of reversal of input tax credit	(to be calculated by the taxpayer)
6.3	Interest on account of late reporting of supplies attracting reverse charge	(to be calculated by the taxpayer)
6.4	Other interest liability	(to be calculated by the taxpayer)
7	Payment and Offset **(including adjustment of negative tax liability of previous period)**	
8	Refund claimed from electronic cash ledger	
9	Verification	

Rigmarole/Hassles of Provisional credits

Provisional Credits

- Claim credit in RET1 4A.10
- If shown by supplier subsequently → Reverse in 4B.2 **(No Interest impact)**
- If Not shown by Supplier. Who is monthly filer → **Reverse ITC with Interest** if not reported in next 2 month ANX 1 Table 3L
- If Not shown by Supplier. Who is Quarterly filer → **Reverse ITC with Interest** if not reported in Quarter ANX 1 Table 3L

FORM GST RET-1A

- Amendment to Monthly / Quarterly (Normal) Return
- Entries made by the taxpayer in the main return (FORM GST RET-1) **which were not auto-populated** shall be editable in this return.
- Payment can be made **if liability arises** due to filing of amendment return.
- **If Excess payment / credit situation arise (liability becomes negative), the negative liability** will be carried forward to the main return (FORM GST RET – 1) of next tax period where adjustment can be made.

FORM GST PMT-08 – Payment Challan

- Taxpayers opting to file the return on quarterly basis have to make payment on monthly basis on the supplies made during the month
- Simple form like 3B
- Payment of self-assessed liabilities shall be made for the first two months of the quarter. Simply disclose Liability to pay tax on forward charge, reverse charge ,and eligible ITC. Pay difference, if any

Questions / Thanks

Thanks for your time!

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