SUMMARY OF TRANSITIONAL PROVISIONS

1. Every Registered person who are paying Service Tax, State Vat or Central Excise and having a valid PAN are required to migrate to GST. On migration a provisional certificate (GST REG-25) will be issued on which GSTIN will be mentioned.
2. Every Registered person other than persons opting for Composition Scheme u/s 10 shall be entitled to take in his electronic Credit ledger the amount of CENVAT credit available in his return for 30-6-2017.
3. In this provision if a registered person is a Manufacturer then, CENVAT credit of excise duty will be available as CGST credit and if it is a dealer or trader which has input tax credit of state Vat or Entry Tax it will be available as SGST credit.
4. Any Taxable person who was not eligible to take CENVAT credit i.e. who was not liable to get registered under existing (previous Law)or was engaged in manufacture of exempted goods or was providing works contract services availing benefit of notification NO.26/2012 of Service Tax but is now under GST can also take input tax credit of eligible duties in respect of inputs held in stock available with him only if such goods or services are used or intended to be used for making taxable supplies and is in possession of invoice evidencing payment of duty paid.
5. In the above case if taxable person has documents evidencing payment of excise duty available with him he can take 100% credit of the duty paid as CGST if final sales are taxable by submitting details in GST TRAN-1 within 90days.
6. If a taxable person does not have excise duty paying documents evidencing payment of excise duty then , if the rate of the product in CGST is 9% or more than credit @60% will be available and if otherwise than credit @40% will be available. It is also mentioned that where IGST is paid on such goods the amount of credit will be only 30% and 20% respectively.
7. **NOTE: Above provision are for persons other than manufacturer or a supplier of services i.e. they should compulsorily have invoice evidencing duty paid on inputs held.**
8. Credit of those goods are available which are purchased from -1-07-2016 to 30-6-2017 i.e last 12 months purchases.
9. In above cases it is to be noted that a person claiming input Tax on the stocks lying with him, he has to sell them within 6months from the day GST comes into force. He can claim credit when he sales this stock after 1-07-2017 and has to file GST TRAN-1 at the end of each month showing details of such sales.
10. Also where Inputs, Semi-Finished goods and Finished goods are sent outside before -1-7-2017 for job work and testing and if these are received back within 6months i.e. before 31-12-2017, GST will not be payable.
11. **Note: There may be changes in above summary as these are prepared by own understanding of the law till date.**

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