



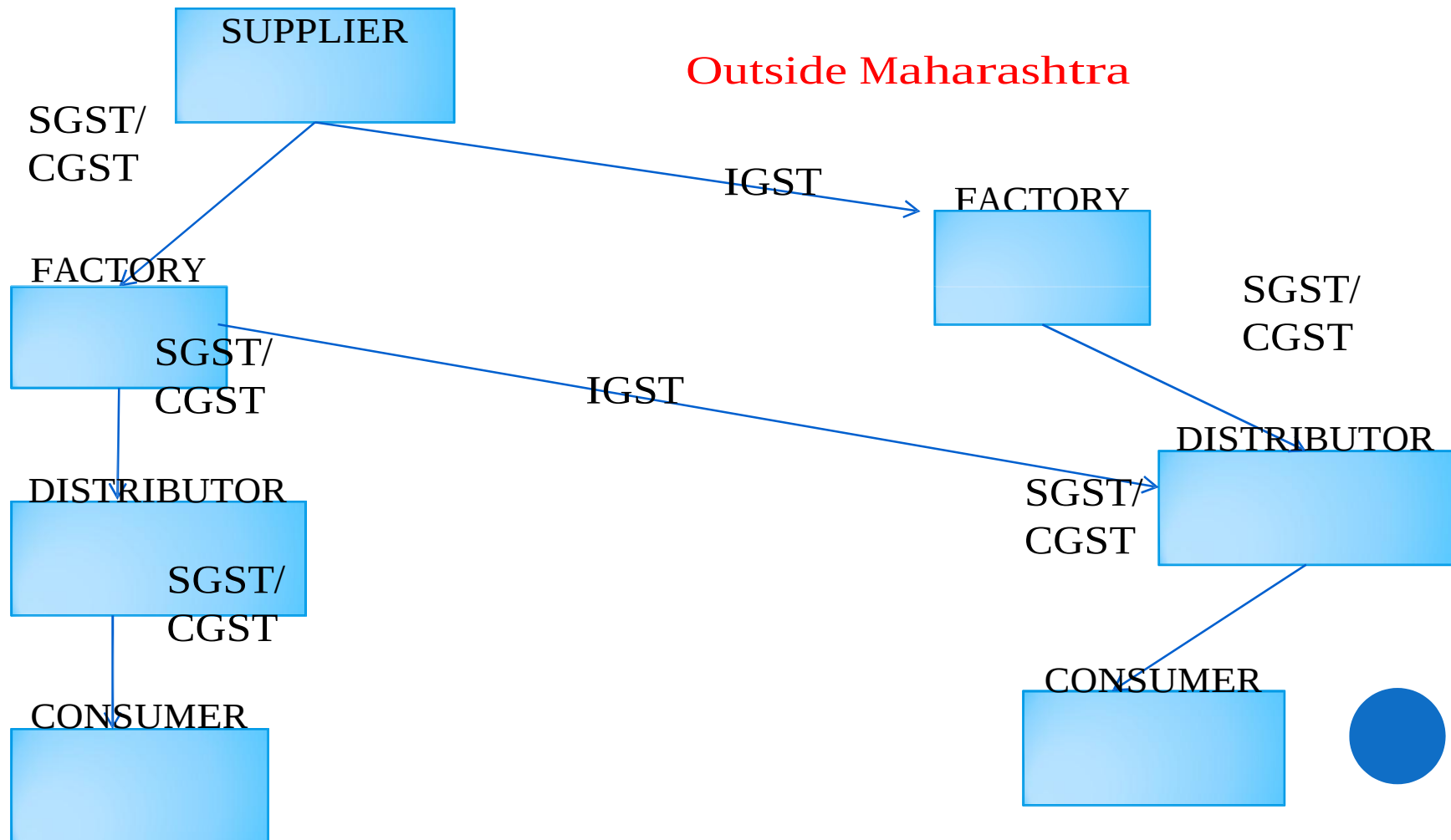
CREDIT UTILIZATION UNDER GST

Presented By :-



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GST STRUCTURE



Credit Utilization

CGST

- CGST
- IGST

SGST

- SGST
- IGST

IGST

- IGST
- CGST
- SGST



Conditions Necessary For Obtaining ITC

- (a) The registered taxable person should be in possession of tax paying document issued by a supplier;
- (b) The taxable person must have received the goods and / or services;
- (c) The tax charged on such supply has been actually paid to the government either in cash or through utilization of input tax credit; and
- (d) The taxable person should have furnished the return under section 27.



Eligibility Of Input Tax Credit Under Various Situations

- ❑ The credit can be availed of input tax paid under reverse charge if such goods are used in the course or furtherance of business.
- ❑ Input tax (CGST/IGST/SGST) includes tax paid on input goods , input services , and or capital goods.
- ❑ Credit on pre-registration stock would not be admissible if the registration has not been obtained within a period of 30 days from the date on which he becomes liable to registration.
- ❑ The person who obtains voluntary registration is entitled to take the input tax credit of input tax on inputs held on the day immediately preceding the date of registration.



□ The input tax credit of goods and / or service attributable to only taxable supplies can be taken by registered taxable person , it is important to note that credit on capital goods also would now be permitted on proportionate basis.

□ The input tax credit of goods and / or service attributable to only supplies effected for business purpose can be taken by registered taxable person.

□ The registered taxable person who supplies goods and / or services which become absolutely exempt, has to pay an amount equivalent to the input tax credit in respect of inputs held in stock on the day immediately preceding the day of such exemption.

□ The principal is eligible to avail the input tax credit on inputs sent to job worker for job work and the inputs sent must be received back within 180 days while capital goods in 2 years.

□ Zero-rated supplies is included for computation of taxable supplies for the purpose of availing credit

TIME LIMIT FOR TAKING ITC



Till the month of September of the Following F.Y. to which invoice pertains or date of filing of annual return whichever is earlier.



Thank You!!