



Webinar

Topic: **How to furnish details in Table 4 of GSTR 3B as per Circular 170**

Date - 03.02.2024

Time – 3:30PM to 4:30PM

By onlinetaxupdate.com



Faculty

Mr. Aashish Miglani

contact2ashishmig@gmail.com

Mobile No.: 8979669989

About OnlineTaxUpdate

onlinetaxupdate.com shares recent updates in GST, GST Council meeting recommendations, important site links, Budget updates, GST in media, articles on important topic, Judgments etc.

It has 'Notes' section where GST Notes authored by CMA Anil Sharma Sir is presented for professionals, taxpayers to learn GST in a simple way. It has section wise notes and judgments analysis under title 'Lawgics' authored by Ms. Adv. Nidhi Agarwal Ji.

onlinetaxupdate shares newsletter to subscribers for nominal fees of Rs. 149/- per annum (proposed to upgrade by 249/- effective 01.04.2024)

Contact Details:

Email Id: taxupdate.otu@gmail.com / email@onlinetaxupdate.com

Mobile No.: 7738647904

<https://onlinetaxupdate.com/>

Faculty – Profile

Mr. Aashish Miglani is a co-author of a book on GST. His journey is one of continuous academic excellence and a relentless pursuit of expertise in the complex world of taxation. He holds the distinction of being the first certified GST practitioner from MSME in Saharanpur. His attendance at numerous GST seminars has garnered him certificates, attesting to his active participation and commitment to staying at the forefront of developments in the field.

Professionally, Aashish is a dynamic force. He's the driving force behind GST Solutions, a collective of tax professionals and advocates. Additionally, he serves as a GST Advisor for the Chamber of Industries and Services, an association with over 400 members, as well as the Saharanpur Hosiery Manufacturers Association, which represents more than 300 members.

With over seven years of experience in Indirect Taxation, Aashish's journey is a testament to his commitment to simplifying complex tax matters.

Contact Details:

Firm Name: GST SOLUTIONS, Saharanpur

Email Id: contact2ashishmig@gmail.com

Mobile No.: 8979669989

- **Section 16(2) has six conditions which needs to be satisfied to claim Input Tax Credit (ITC)**

Notwithstanding anything contained in this section, no registered person shall be entitled to the credit of any input tax in respect of any supply of goods or services or both to him unless,-

(a) he is in possession of a tax invoice or debit note issued by a supplier registered under this Act, or such other tax paying documents as may be prescribed ;

(aa) the details of the invoice or debit note referred to in clause(a) has been furnished by the supplier in the statement of outward supplies and such details have been communicated to the recipient of such invoice or debit note in the manner specified under section 37;

(b) he has received the goods or services or both.

Explanation .- For the purposes of this clause, it shall be deemed that the registered person has received the goods or, as the case may be, services-

- (i) where the goods are delivered by the supplier to a recipient or any other person on the direction of such registered person, whether acting as an agent or otherwise, before or during movement of goods, either by way of transfer of documents of title to goods or otherwise;*
- (ii) where the services are provided by the supplier to any person on the direction of and on account of such registered person;*
- (ba) the details of input tax credit in respect of the said supply communicated to such registered person under section 38 has not been restricted;*

- (c) *subject to the provisions of section 41, the tax charged in respect of such supply has been actually paid to the Government, either in cash or through utilisation of input tax credit admissible in respect of the said supply; and*
- (d) **he** *has furnished the return under section 39*
- *Section 16(4) states A registered person shall not be entitled to take input tax credit in respect of any invoice or debit note for supply of goods or services or both after the **thirtieth day of November following the end of financial year to which such invoice or debit note pertains or furnishing of the relevant annual return, whichever is earlier.***

Circular 170/02/2022 dated 06th July 2022

- Mandatory furnishing of **correct and proper information** of ineligible/blocked Input Tax Credit and reversal thereof in return in Table 4 of FORM GSTR-3B.

How to report transactions in GSTR 3B after Circular 170

- It may be noted that the entire set of data that is available in FORM GSTR-2B is carried to the table 4 in FORM GSTR-3B.
- It is pertinent to mention that the ineligible ITC, which was earlier not part of calculation of eligible/available ITC, is now part of calculation of eligible/available ITC in view of auto-population of Table 4(A) of FORM GSTR-3B from various tables of FORM GSTR-2B

Details	Integrated Tax (₹)	Central Tax (₹)	State/UT Tax (₹)	CESS (₹)
(A) ITC Available (whether in full or part)				
(1) Import of goods	0.00			0.00
(2) Import of services	0.00			0.00
(3) Inward supplies liable to reverse charge (other than 1 & 2 above)	0.00	0.00	0.00	0.00
(4) Inward supplies from ISD	0.00	0.00	0.00	0.00
(5) All other ITC	0.00	0.00	0.00	0.00
(B) ITC Reversed				
(1) As per rules 38,42 & 43 of CGST Rules and section 17(5) ❶	0.00	0.00	0.00	0.00
(2) Others ❶	0.00	0.00	0.00	0.00
(C) Net ITC Available (A) - (B)	0.00	0.00	0.00	0.00

ITC appearing in Table 4A5 from GSTR 2B after net-off all the credit note and adding debit note.

- ITC which are under Permanent Reversal such as Rule 38 (reversal of credit by a banking company or financial institution), Rule 42 (reversal on input and input services on account of supply of exempted goods or services), Rule 43 (reversal on capital goods on account of supply exempted goods or services) and reporting of ineligible ITC under section 17(5) of the CGST Act in Table 4B1.

- ITC, which are temporary in nature and can be reclaimed in future subject to fulfillment of specific conditions, such as on account of rule 37 of CGST Rules (non-payment of consideration to supplier within 180 days), section 16(2)(b) and section 16(2)(c) of the CGST Act in Table 4B2.

(B) ITC Reversed				
(1) As per rules 38,42 & 43 of CGST Rules and section 17(5) 0	0.00	0.00	0.00	0.00
(2) Others 0	0.00	0.00	0.00	0.00

When goods received in next month and invoice shown in previous month

- Firstly, claim as it shown in Table 4A5 appearing from GSTR 2B, then reverse under Table 4B2 (Temporary Reversal).
- Now, if you want to re-claim the ITC after fulfilling of specific conditions that can re-claim in Table 4A5 and further to be shown in Table 4D1.

Details	Integrated Tax (₹)	Central Tax (₹)	State/UT Tax (₹)	CESS (₹)
(A) ITC Available (whether in full or part)				
(1) Import of goods	0.00			0.00
(2) Import of services	0.00			0.00
(3) Inward supplies liable to reverse charge (other than 1 & 2 above)	0.00	0.00	0.00	0.00
(4) Inward supplies from ISD	0.00	0.00	0.00	0.00
(5) All other ITC	0.00	0.00	0.00	0.00
(B) ITC Reversed				
(1) As per rules 38,42 & 43 of CGST Rules and section 17(5) ⓘ	0.00	0.00	0.00	0.00
(2) Others ⓘ	0.00	0.00	0.00	0.00
(C) Net ITC Available (A) - (B)	0.00	0.00	0.00	0.00

(5) All other ITC	0.00	0.00	0.00	0.00
(D) Other Details				
(1) ITC redaimed which was reversed under Table 4(B)(2) in earlier tax period	0.00	0.00	0.00	0.00

- the net ITC Available will be calculated in Table 4 (C) which is as per the formula $(4A - [4B (1) + 4B (2)])$

When an invoice doesn't belongs to us.

- Firstly, claim as it is appearing in Table 4A5 from GSTR 2B
- Secondly, reverse under Table 4B2 (Temporary Reversal).
- Thirdly, if in near future the supplier issues a credit note for the same then claim under Table 4A5 reverse in Table 4B1 (Permanent Reversal) and also report in Table 4D1.

- Fourthly, the effect will be zero but by doing this the portal will become red. You need to ignore this and prepare a reconciliation ready with you, if in future department issue you Show Cause Notice you will be having the reply with you.

How to report when ITC is not available due to Section 16(4)

- ITC not available, on account of limitation of time period as delineated in sub-section (4) of section 16 of the CGST Act or where the recipient of an intra-State supply is located in a different State/UT than that of place of supply, may be reported by the registered person in Table 4D2.

(D) Other Details				
(1) ITC reclaimed which was reversed under Table 4(B)(2) in earlier tax period	0.00	0.00	0.00	0.00
(2) Ineligible ITC under section 16(4) & ITC restricted due to PoS rules	0.00	0.00	0.00	0.00

THANK YOU

AASHISH MIGLANI

GST PRACTITIONER | GST BLOGGER | YOUTUBER



<https://www.youtube.com/@gstwithaashish>

<https://www.instagram.com/gstwithaashish?igsh=MWZzMnlkYjB6ejdtbg==>