

Amendment to Central GST Rules, 2017

The Government of India has issued Notification no. 17/2017- Central Tax dated 27 July 2017 amending certain rules of Central GST Rules, 2017. The Key Highlights of the said notification are as under:

1.0 Cancellation of Provisional GST registration [Rule 24(4) of the Rules]

The Government has extended date for cancellation of provisional GST registration from 30 July 2017 to 30 September 2017.

2.0 Rate of exchange of currency, other than Indian rupees, for determination of value [Rule 34 of the Rules]

Presently, under GST regulations the exchange rate issued by Reserve Bank of India (RBI rate) was required to be considered for determining the value of supply in case of currency other than Indian Rupees. However, now for determining value the following shall be considered:

Nature of supply	Rate of exchange
Supply of Goods	As per Customs Regulations
Supply of services	As per Generally accepted accounting principles

3.0 Endorsement in case of supply to SEZ [Third proviso to rule 46 of the Rules]

In case of supply made to SEZ, on the invoice, the following endorsement needs to be made:

“SUPPLY MEANT FOR SUPPLY TO SEZ UNIT OR SEZ DEVELOPER FOR AUTHORISED OPERATIONS ON PAYMENT OF INTEGRATED TAX” or

“SUPPLY MEANT FOR SUPPLY TO SEZ UNIT OR SEZ DEVELOPER FOR AUTHORISED OPERATIONS UNDER BOND OR LETTER OF UNDERTAKING WITHOUT PAYMENT OF INTEGRATED TAX”.

4.0 Procedural clarification regarding filing of GST Return in Form GSTR 3B

- Earlier as per rule 61 of Central GST rules, where time limit for furnishing Form GSTR 1 & Form GSTR 2 has been extended, registered person was required to file Form GSTR 3B **in lieu of** Form GSTR 3.

However, after amendment even after filing Form GSTR 3B, there will be an auto generated Form GSTR 3 wherein Part A shall be generated based on information furnished in Form GSTR 1 & Form GSTR 2 and Part B shall be generated based on information furnished in Form GSTR 3B.

- A registered person has an option of modifying details in Part B of Form GSTR 3 in case if there is any discrepancy between return in Form GSTR 3B & Form GSTR 3 and shall discharge his tax & other liabilities, if any.
- In case there is excess input tax credit based on Form GSTR 3 as against claimed in Form GSTR 3B, such excess credit would be credited to electronic ledger of the registered person.

For further information please contact:

RSM Astute Consulting Pvt. Ltd.

13th Floor, Bakhtawar, 229, Nariman Point, Mumbai - 400021.

T: (91-22) 6108 5555 / 6121 4444

F: (91-22) 6108 5556 / 2287 5771

E: emails@rsmindia.in

W: www.rsmindia.in

Offices: Mumbai, New Delhi - NCR, Chennai, Kolkata, Bengaluru, Surat, Hyderabad, Ahmedabad, Pune, Gandhidham and Jaipur.



facebook.com/RSMInIndia



twitter.com/RSM_India



linkedin.com/company/rsm-india

RSM Astute Consulting Pvt. Ltd. (Including its affiliates) is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network.

Each member of the RSM network is an independent accounting and consulting firm each of which practices in its own right. The RSM network is not itself a separate legal entity of any description in any jurisdiction.

The RSM network is administered by RSM International Limited, a company registered in England and Wales (company number 4040598) whose registered office is at 50 Cannon Street, London EC4N 6JJ .

The brand and trademark RSM and other intellectual property rights used by members of the network are owned by RSM International Association, an association governed by article 60 et seq of the Civil Code of Switzerland whose seat is in Zug.

This newsflash is general in nature. In this newsflash we have summarised Notification no. 17/2017- Central Tax dated 27 July 2017. It may be noted that nothing contained in this newsflash should be regarded as our opinion and facts of each case will need to be analyzed to ascertain applicability or otherwise of the said notification and appropriate professional advice should be sought for applicability of legal provisions based on specific facts. We are not responsible for any liability arising from any statements or errors contained in this newsflash.

31 July 2017