

ERNAKULAM BRANCH OF SICASA
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF
INDIA
E-NEWSLETTER



IGNITE

Aspired minds, Inspire.

JULY EDITION, 2017

CHAIRMAN'S MESSAGE



Dear Young Friends,

“The only disability in life is a bad attitude”-Scott Hamilton.

Attitude is everything in our life. It is our attitude towards happenings in our daily lives that determine what our life is or will be. I recently read about a girl, Malavika Iyer who suffered serious injuries in a bomb blast and lost her hands and legs, but came up in life conquering all the obstacles and became successful. She Says, *“Fight and You Will Survive, Surrender and You will be wiped out. When I see “Normal” people complain about life and give up, I feel grateful that the blast gave me a way out of a life of mediocrity”*. It is a powerful message, which has the power to transform us, particularly at a time when the exam results are out and some are rejoicing and some, feeling down. Fight....and you will survive.

In the month of July, we had the cultural fest, ‘Encore’, well attended and participated by the members of the branch. Shri Kochouseph Chittilappilly, the industrialist turned philanthropist was the chief guest. It was a colourful function where our young members were exhibiting their talents and competing, proving that CA students are not mere book worms but a highly multi talented, capable, young brigade. I must place on record the support given by professional colleagues and firms in conducting Encore successfully. The all Kerala CA Students Cultural fest ‘Ekah 2017’ wherein, students from different branches in Kerala will showcase their talents and compete with each other is scheduled for 17th December.

July also witnessed several other academic programme like one day seminar on Income Tax Returns, International Taxation and GST, Career Counselling programme, study circle meeting, Quiz Competition etc, all well attended and participated by the members. Thanks to all of you for the great support and motivation for the entire programme. We expect your continued support in our future activities also.

With warm regards and love

CA Roy Varghese
Chairman, SICASA Ernakulam Branch

SECRETARY'S REPORT



Hello Friends,

I would like to extend my heartfelt congratulations to those who have cleared CA Final and IPCC Examination in the recently conducted, May 2017 examinations. Our Intra-Branch cultural fest, 'Encore' was conducted on July 9, 2017. On behalf of the entire SICASA committee, I would like to thank all the students for their enthusiastic participation. All the events were heavily contested. I would like to congratulate all the winners of Encore 2017. We have also conducted a One-Day Seminar on July 22, 2017 and also a Study Circle Meeting on July 18, 2017. The Inter-Branch Quiz contest was conducted on July 29, 2017. Again I extend my congratulations to the winners and runners up of the contest. We will be conducting a One-Day Seminar in July as well as Study Circle Meeting. We look forward to see your participation and support in these events.

Regards,
Farzeen Fazal



EDITOR'S NOTE

Dear Friends,

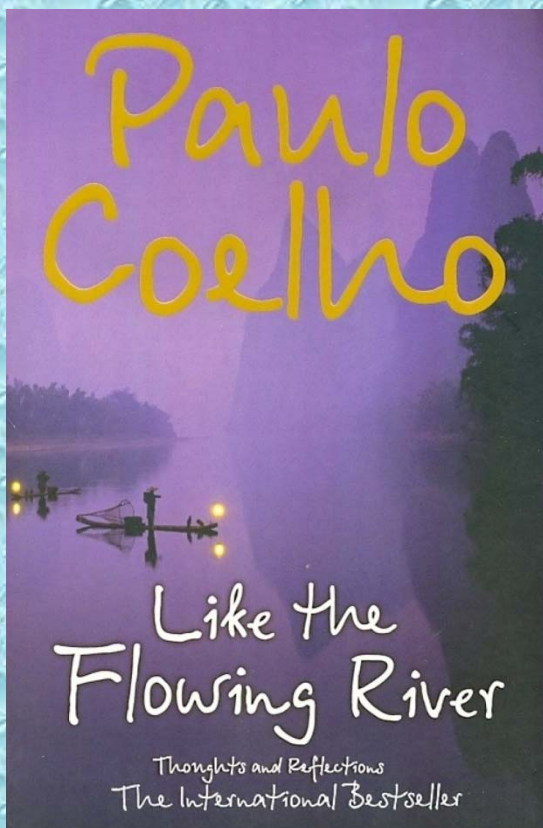
The GST fever is still on amongst every economic entity and so, as told in the previous edition, this edition is a continuation of the GST article. July has been a colourful month for SICASA, filled with cultural events and seminars. Encore 2017 was yet another wonderful event, well received by all and the photos in the gallery section would show few glimpses of this event. It was a real pleasure to see such talented performers amongst our CA community. Congratulations and best wishes to all those who have cleared CA Final and Intermediate examinations conducted in May, 2017. You'll have not only inspired yourselves to fly higher, but also the determined ones, all set to fly. This edition of Ignite, focuses on the Transitional Provisions of GST. Do read and send us your articles. So, happy reading!

Regards,
Sreelakshmy Menon

AT A GLANCE

- 1) Transitional Provisions in GST.....5
- 2) Photo Gallery.....10

THE BOOKWORM!



Name of the book: *Like the flowing river*

Author: *Paulo Coelho*

Like the Flowing River is a compilation of tales, opinions and ideas drawn from articles published in various newspapers by Brazilian author , Paulho Coelho. In this collection he offers his personal reflections on a wide range of subjects from archery and music to elegance, travelling and the nature of good and evil. Sometimes humourous, sometimes serious, but always profound, this book, like all of Coelho's work, explores what it means to be truly alive.

TRANSITIONAL PROVISIONS UNDER GOODS AND SERVICE TAX

SECTIONS AND RULES

- SECTION 139-142 CGST ACT
 - 139 – MIGRATION OF EXISTING TAXPAYERS
 - 140 – ARRANGEMENTS FOR TAX CREDIT
 - 141 – PROVISIONS RELATING TO JOB WORK
 - 142 - MISCELLANEOUS PROVISIONS
- TRANSITIONAL PROVISION RULES

MIGRATION

MIGRATION OF EXISTING TAXPAYERS

PROCEDURE TO REGISTERED:

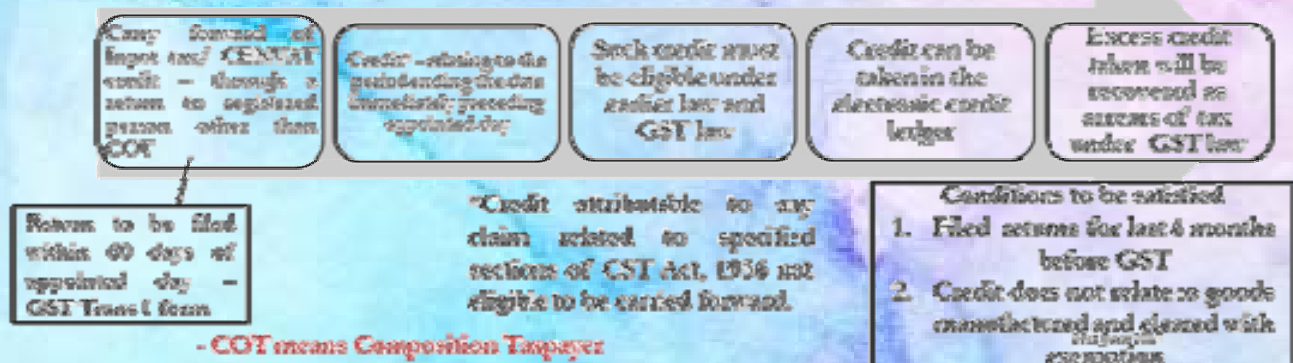
- TO BEGIN WITH THE STATE DEPARTMENT WILL BE COMMUNICATING THE PROVISIONAL ID AND PASSWORD TAXPAYERS REGISTERED WITH THE VAT DEPARTMENT.
- ACCESS THE GST COMMON PORTAL, CREATE YOUR UNIQUE USERNAME AND NEW PASSWORD AFTER USING PROVISIONAL ID AND PASSWORD PROVIDED BY THE VAT DEPARTMENT.
- LOGIN TO THE GST COMMON PORTAL WITH YOUR NEW LOGIN DETAILS
- FILL THE ENROLLMENT APPLICATION AND PROVIDE BUSINESS DETAILS
- VERIFY THE AUTO POPULATED DETAILS FROM THE VAT SYSTEM
- E-SIGN AND SUBMIT THE APPLICATION AND ATTACHED NECESSARY ATTACHMENTS (E-SIGN IE. DIGITALLY OR AADHAR OTP)
- IF DETAILS ARE SATISFIED AN APPLICATION NUMBER (ARN) WILL BE ISSUED. PROVISIONAL ID STATUS- MIGRATED TILL APPOINTED DATE. ON APPOINTED DATE, PROVISIONAL ID STATUS WOULD BE ACTIVATED

THINGS TO REMEMBER

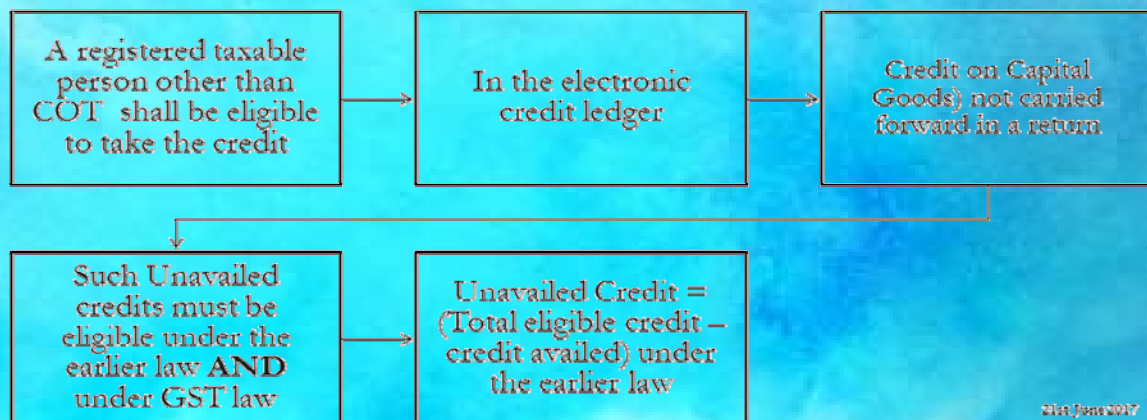
- GSTN PORTAL CLOSED TILL 25TH JUNE
- ON REOPENING – PENDING MIGRATIONS CAN BE COMPLETED
- NEW REGISTRATIONS CAN BE TAKEN ON REOPENING
- PROVISIONAL ID ALLOTTED WIL BE THE GSTIN

TAX CREDIT

CARRY FORWARD OF CENVAT CREDIT



UNAVAILED CENVAT CREDIT ON CAPITAL GOODS



UNAVAILED CENVAT CREDIT ON CAPITAL GOODS

- IN VAT AND CENVAT CREDIT RULES – CAPITAL GOODS CREDIT – 50%* IN FIRST YEAR- BALANCE SUBSEQUENT YEARS
- BALANCE CREDIT, IF ANY, CAN BE TAKEN IN GST

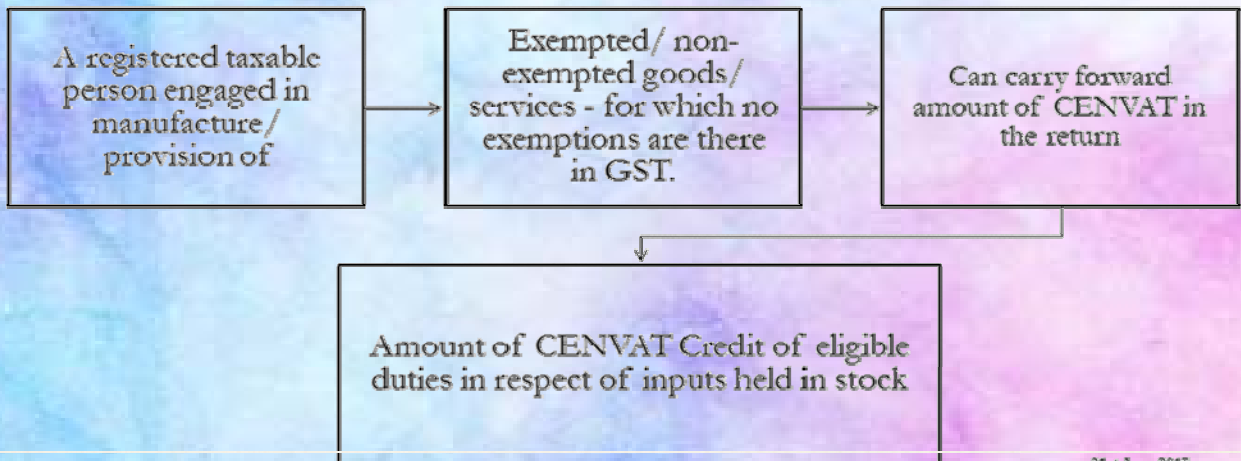
TRANSITIONAL PROVISIONS CREDIT ON ITEMS HELD IN STOCK

- CREDIT NOT TAKEN DUE TO CERTAIN REASONS
 - EXEMPTED UNDER EARLIER LAW – BUT TAXABLE NOW
 - TAXABLE EARLIER BUT CREDIT NOT TAKEN – THEN??
- SIMILAR PROVISION UNDER VAT LAW
 - IS IT APPLICABLE TO SERVICE PROVIDERS??

Credit on What?
Credit of Duties on Inputs/ WIP/ FG in Stock on Appointed Day –
WITH A RESTRICTION ON VALUE

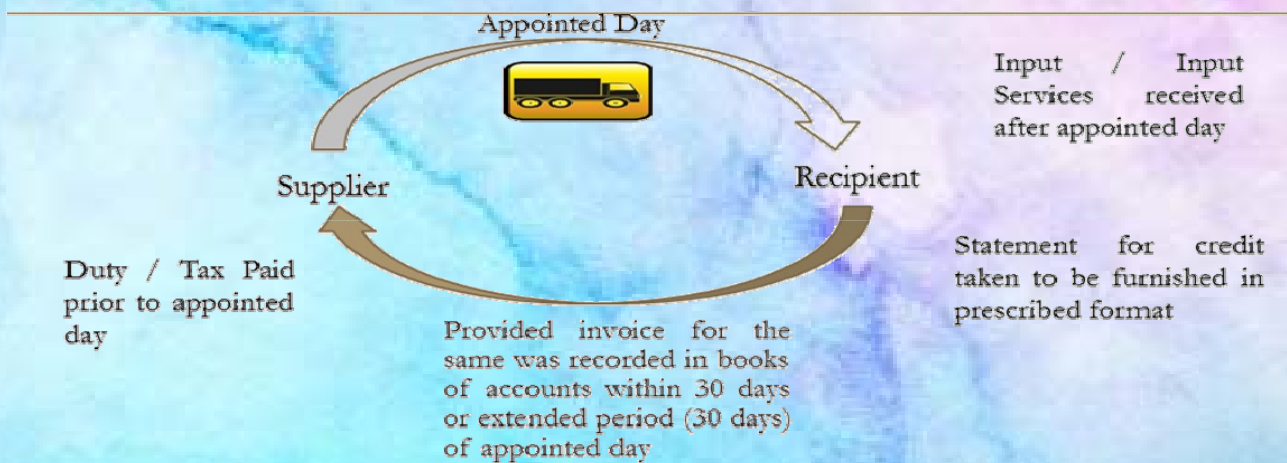
For Whom?
Exempted Taxpayer,
Works Contractor
First Stage/Second Stage Dealer
Registered Importer
Depot of Manufacturer
Composition Taxpayers

Conditions
Such goods used for making taxable supply
• Registered person in possession of invoice /other prescribed documents evidencing payment of duty under the existing law • Such Invoices issued in last 12 months from appointed day • Not eligible for abatement in GST



21st June 2017

TRANSITIONAL PROVISIONS GOODS IN TRANSIT

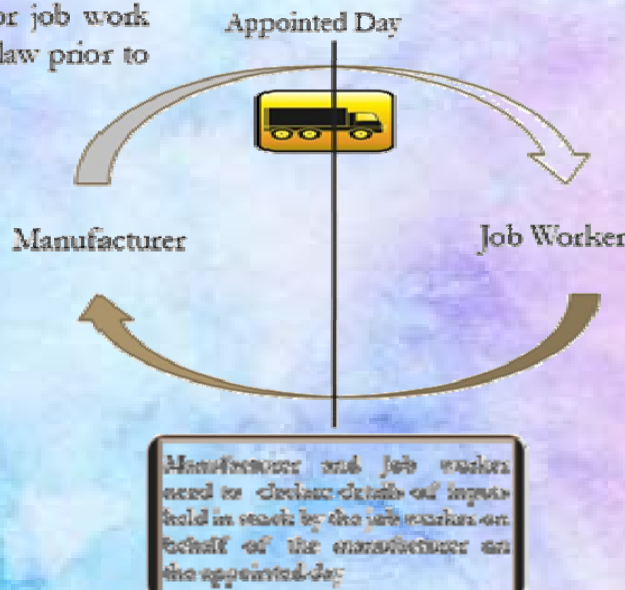


- **CREDIT CAN BE TAKEN UNDER GST LAW**
- **TO BE ACCOUNTED WITHIN 30 DAYS IN BOOKS OF ACCOUNTS + 30 DAYS EXTN - WHAT IS BOOKS OF ACCOUNTS?**

ACCOUNTED IN BOOKS WITHIN OR AFTER 30 DAYS	CREDIT TAKEN WITHIN OR AFTER 30 DAYS	CREDIT ELIGIBLE
WITHIN	WITHIN	YES
WITHIN	AFTER	YES #
AFTER	WITHIN	NO BUT YES
AFTER	AFTER	NO

PROVISIONS RELATING TO JOB WORK

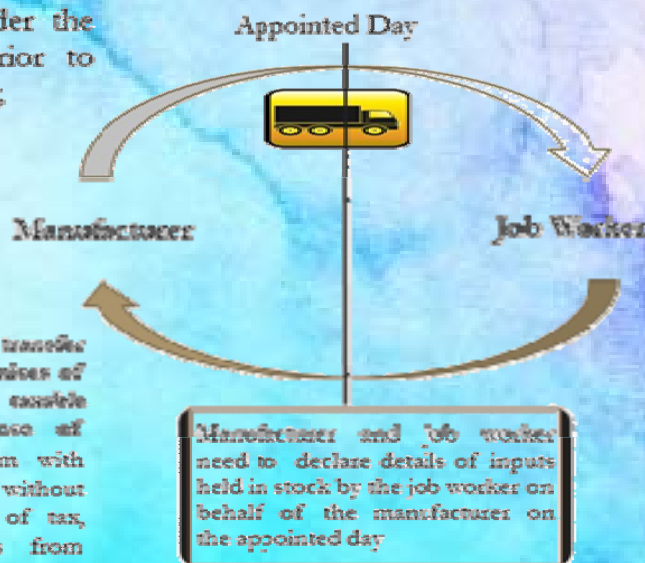
Inputs removed/ dispatched as such or after partial processing etc. for job work under the earlier law prior to appointed day;



Inputs are returned within 6 months or within the extended period (2 months) from the appointed day to the said factory/ said place of business.

If returned after 6 months, ITC liable to be recovered.

Semi-Finished Goods removed for job work under the earlier law prior to appointed day;

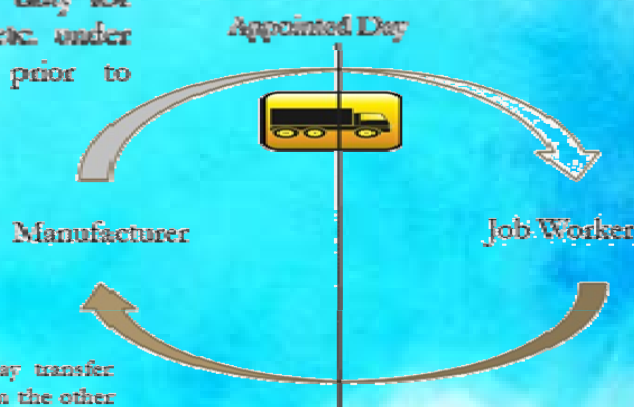


Semi-finished Goods are returned within 6 months or within the extended period (2 months) from the appointed day to the said factory/ said place of business.

If returned after 6 months, ITC liable to be recovered.

Manufacturers may transfer such goods to provider of any registered taxable person for purpose of supplying therefrom with (in India) or without (exports) payment of tax, within 6 months from appointed day.

Excisable Goods removed w/o payment of duty for tests/ processes etc. under the earlier law prior to appointed day;



Finished Goods are returned within 6 months or within the extended period (2 months) from the appointed day to the said factory/ said place of business.

If returned after 6 months, ITC liable to be recovered.

Manufacturer may transfer such goods from the other premises with (in India) or without (exports) payment of tax, within 6 months from appointed day.

ENCORE-2017



One Day Seminar on 22.07.2017



Quiz Contest

