

Important changes effective from 01.04.2021.

1. E- Invoicing:

E-invoicing is already implemented for registered persons with aggregate turnover of Rs.500 crores or more w.e.f 01st October 2020 and thereafter for registered persons with aggregate turnover of Rs.500 crores or more w.e.f 01st January 2020. Now, **the registered persons having aggregate turnover above Rs. 50 crores will have to mandatorily issue E-invoices w.e.f 01st April 2021.** Accordingly, all the assesseees having Aggregate turnover more than 50 crores in any of the previous years i.e. from F.Y. 2017-18 to F.Y. 2020-21 under GST should make arrangements for E-invoicing and prepare their accounting / billing software person for installation of Schema in the standard format prescribed by the Government to be e-invoice ready.

2. HSN CODE REPORTING:

New HSN codes rules will apply w.e.f 01st April 2021 as below:

- Aggregate turnover upto 5 Crores - 4 digits
- Aggregate turnover above 5 crores - 6 digits
- Exporters - 8 digits

Important system changes need to be integrated in your E-way Bills, Delivery challans, Tax Invoice, GSTR1 reporting, Shipping Bills and GST Refund application.

Action point for the month of April 2021.

1. RECONCILIATION OF GSTR 2A WITH THE PURCHASE INVOICES BY THE DUE DATE OF GST RETURNS FOR MARCH:

It is advisable to reconcile ITC availed as per GSTR3B with ITC as per GSTR 2A and Books before the end of financial year to ensure -

- Any unavailed ITC in Books of Accounts and reflected in GSTR-2A is availed
- ITC availed in GSTR3B but not available in Books and GSTR-2A be reversed
- Follow up with suppliers for ITC which are not reflected in GSTR 2A although you may possess the Purchase Invoice and payment of the same is made in 180 days from Issue of Invoice to avoid loss of ITC at your end

2. RECONCILIATION OF GSTR 1/3B SALES WITH THE BOOKS BY THE DUE DATE OF GST RETURNS FOR MARCH:

It is advisable to reconcile Net sales as per Books with GSTR1 and GSTR3B from to ensure timely and correct reporting as well as payment of liability in GST returns.

3. RENEWAL / APPLICATION FOR LUT FOR EXPORTS:

LUT is now financial year based and therefore, a separate application needs to be made for F.Y. 2021-22.

04.04.2021.

Disclaimer:

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