



Time of Supply in GST

Part of Chapter IV of the CGST Act

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What questions are dealt here?

- WHEN GST WOULD BE CHARGED? THE POINT OF TAXATION. AND THUS, WHEN THE LIABILITY TO PAY GST WILL ARISE.

Time of Supply = Time when Liability to pay GST arised

- WHETHER ADVANCES RECEIVED WOULD BE LIABLE FOR GST?
- WHAT WILL BE THE SITUATION IN CASE OF CHANGE IN RATE OF TAX?

Section 12: Time of Supply of Goods



Normal Outward Supplies = Earlier of the Following dates



Date of issue of **invoice**/ last date when ought to issue u/s 31(1)

Date of receipt of **payment** (which is earlier of following)

Credited into bank account of supplier

Entry into books of account of supplier

'Supply' deemed to be made to extent of invoice/ payment, as is case

- Provided, where advance upto Rs. 1000 received, time of supply may be deferred till invoice date

Section 13: Time of Supply of Services



Normal Outward Supplies = Earlier of the Following dates



Invoice issued within prescribed time u/s 31(2)? [its 30 days]
YES - Date of issue of **invoice**;
NO - Date of **provision** of service

Date of receipt of **payment** (which is earlier of following)

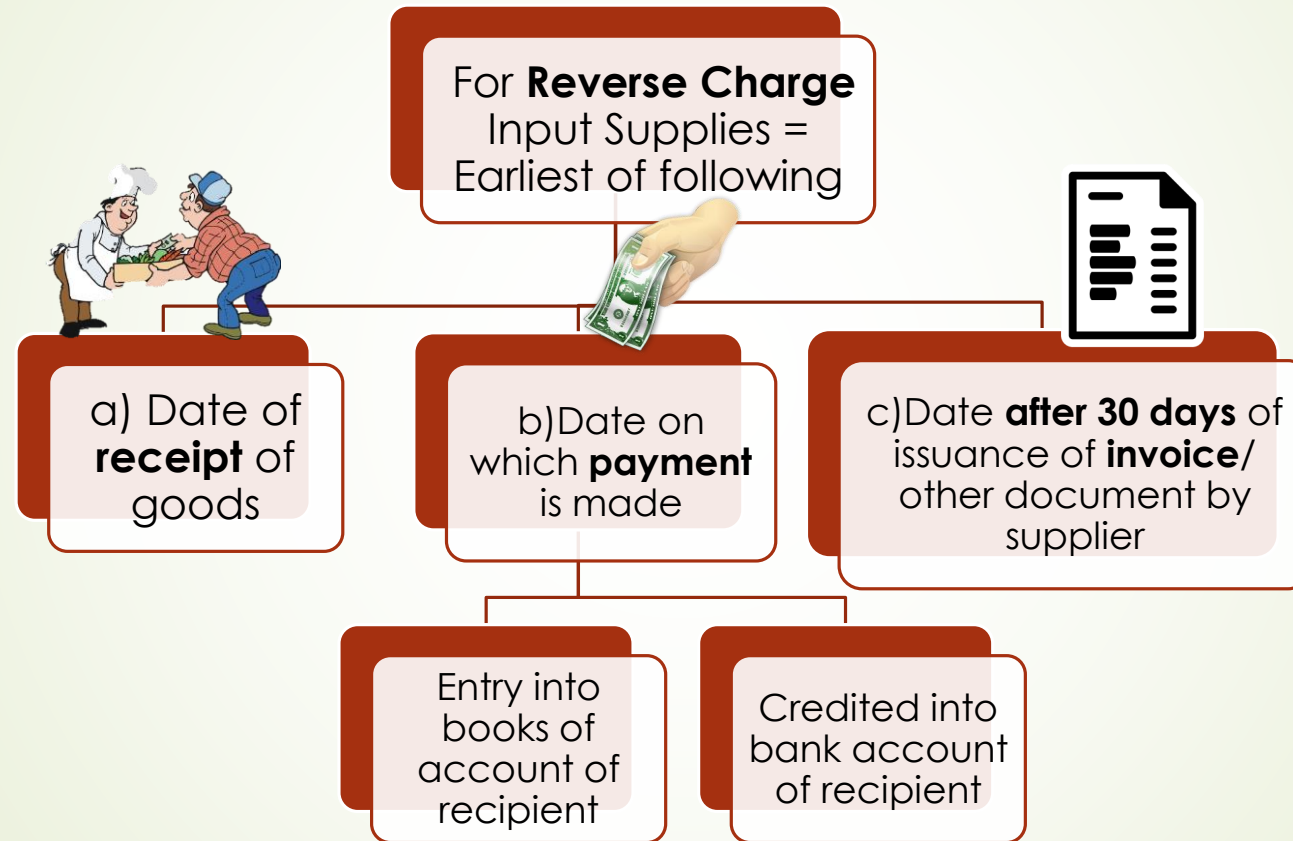
Credited into bank account of supplier

Entry into books of account of supplier

- Provided, where advance upto Rs. 1000 received, time of supply may be deferred till invoice date

'Supply' deemed to be made to extent of invoice/ payment, as is case

Section 12: Time of Supply of Goods



- Provided if not able to determine as above, then = Date of Entry in books of Recipient

Section 13: Time of Supply of Services

For **Reverse Charge**
Input Supplies =
Earlier of following



b) Date on which
payment is made

c) Date **after 60 days** of
issuance of **invoice**/ other
document by supplier

Entry into books
of account of
recipient

Credited into
bank account of
recipient

Provided Further, In case of
ASSOCIATED ENTERPRISES, where
supplier located outside India,
Time of Supply = Earlier of-

- Date of entry in books of recipient
- Date of payment

- Provided if not able to determine as above, then = Date of Entry in books of Recipient

Common Provisions for Supply of Goods & Services

Supply of Vouchers

- (a)** Date of Issue of Voucher, if supply identifiable at that point, or
- (b)** In all other cases, Date of Redemption of voucher

Time of Supply Not possible to determine

- (a)** Where return has to be filed, date of filing of return
- (b)** All other cases, Date on which Tax is paid

Time of Supply of- Intt/ late fee/ penalty for delayed payment

- Date of receipt of such amount

Sec 2(118)

“Voucher” means an instrument where there is an obligation to accept it as consideration or part consideration for a supply of goods or services or both and where the goods or services or both to be supplied or the identities of their potential suppliers are either indicated on the instrument itself or in related documentation, including the terms and conditions of use of such instrument

Change in rate of tax in respect of supply of goods or services

► THE IMPORTANT THINGS TO CONSIDER:-

1. DATE OF **SUPPLY** OF GOODS AND SERVICES.
2. DATE OF ISSUE OF **INVOICES**.
3. DATE OF **PAYMENT**.

Normally

“Date of receipt of payment” =
date of entry or credit in bank a/c, w.e.e.

But

When credit in bank a/c is after 4 working days from change of rate of tax, then -
‘Date of receipt of payment’ =the date of credit in the Bank a/c

{[Super Tip 1: DECIDE MAJORITY
Majority side wins – Check the three dates-
Date of Supply, Invoice issue, Payment receipt]}

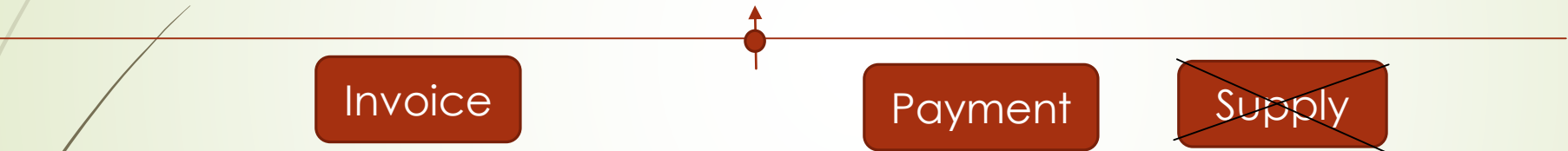
{[Super Tip 2: After deciding
the winning side- ignore 'Date
of Supply'- take earlier one]}

Case 1



ToS = Before Change
in Rate of Tax
ToS = Invoice

Case 2



ToS = After Change
in Rate of Tax
ToS = Payment date

End of Presentation!

We covered Sections 12, 13 & 14

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