

### **How to submit stock report for claim of input credit**

In GST, STRTRAN1 and STRTRAN2 formats are provided for the purpose of claiming input credit on stock lying on 30<sup>th</sup> June. In pharmaceuticals, all stocks are identified by batch no, so please be sure that if you are receiving an old batch, differentiate the same with existing batch by adding . (dot) to it. This input credit is available for six months July 2017 to December 2017 on the basis of sales done in every month. It contains stock lying on 30<sup>th</sup> June and then sold afterwards.

### **VAT to SGST**

Simply your VAT input credit balance is transferred to SGST credit and nothing more is required to be done for SGST credit claim on stocks of 30<sup>th</sup> June.

### **MRP Tax to SGST**

As your purchase invoice shows tax on MRP (as reimbursement or tax), you should be able to claim 100% MRP tax paid on purchases. In case you do not have purchase invoices and not able to provide details of your stock, purchase invoice wise, you can claim as per following.

1% of 5% taxable goods (40% of 2.5% SGST)

2.4% of 5% taxable goods (40% of 6% SGST)

5.4% of 5% taxable goods (60% of 9% SGST)

8.4% of 5% taxable goods (60% of 14% SGST)

### **CGST when your purchase invoice shows excise duty**

By providing details of purchase invoice, for each product/batch in stock as on 30<sup>th</sup> June, you should be able to claim actual excise duty shown in purchase invoice.

### **CGST when your purchase invoice does not show excise duty**

You can claim as per following.

1% of 5% taxable goods (40% of 2.5% CGST)

2.4% of 5% taxable goods (40% of 6% CGST)

5.4% of 5% taxable goods (60% of 9% CGST)

8.4% of 5% taxable goods (60% of 14% CGST)

**As the credit is available on the basis of sales, you have to submit STRTRAN-1 and STRTRAN-2 every month showing goods sold out the stock of 30<sup>th</sup> June and claim credit accordingly. We shall provide such reports from software before 31<sup>st</sup> July. You may need to download new patch.**