

**Certificate under the State Goods and Services Tax Act, 2017 (in short "SGST Act") and the Central Goods and Services Tax Act, 2017 (in short "CGST Act") in terms of Section 18(1)(b) of the said Acts**

1. M/s. \_\_\_\_\_ (hereinafter referred to as the "Applicant") is a registered person vide GSTIN..... and is having its principal place of business at \_\_\_\_\_ in the State of \_\_\_\_\_. The Applicant has the following additional places of business duly registered in the State of \_\_\_\_:

a. \_\_\_\_\_  
b. \_\_\_\_\_

The principal place of business and the additional places of business in the State of \_\_\_\_\_ have been registered with effect from \_\_\_\_\_.

2. In terms of Section 18(1)(b) of the CGST and SGST Acts, 2017 the Applicant is eligible to avail Input Tax Credit in respect of inputs held in stock and inputs contained in semi-finished or finished goods held in stock on the day immediately preceding the date of grant of registration.

3. We have examined the books of accounts and other relevant documents / records of the Applicant and on the basis of such examination & the information and explanation furnished to us, we hereby certify that, subject to our remarks / comments in para 5 infra, the Applicant is eligible to avail Input Tax Credit of Rs..... on inputs held in stock and inputs contained in semi-finished or finished goods held in stock on the day immediately preceding the date of grant of registration.

4. The relevant details of inputs held in stock and inputs contained in semi-finished or finished goods held in stock as at \_\_\_\_\_ (that is the day immediately preceding the date of grant of registration) and the corresponding input tax credit is provided as **Appendix A**.

5. Remarks / comments (Refer Para 3 supra):

a. The inputs held in stock (based on FIFO method) on the day immediately preceding the date of grant of registration i.e. \_\_\_\_\_ has been physically verified by us on \_\_\_\_\_ along with the corresponding tax invoices and books of accounts and other relevant records and documents maintained by the Applicant.

b. The inputs contained in semi-finished or finished goods held in stock (based on FIFO method) is based on the management certificate furnished to us and verified by us along with the corresponding tax invoices and books of accounts and other relevant records and documents maintained by the Applicant.

6. This certificate has been issued in terms of Section 18(1) (b) of the SGST / CGST Acts, 2017 read with Rule 40 (1)(d) of the CGST / SGST Rules, 2017.

For \_\_\_\_\_.  
Chartered Accountants

Place: \_\_\_\_\_

\_\_\_\_\_  
Partner

Date: \_\_\_\_\_

\_\_\_\_\_  
Firm Registration Number:

Membership Number:

**Check points for the Chartered Accountant –**

- i. Verify registration particulars with the Registration Certificate.
- ii. Check whether declaration in Form GST ITC-01 is filed by the assessee on GST portal for entitlement to claim such credits within 30 days of being entitled to do so.
- iii. Check the books and records and other relevant documents and registers relating to inputs lying in stock and inputs contained in semi-finished or finished goods on the date preceding the date of grant of registration for verifying quantity of goods held / lying in stock. Eligibility of such credits also needs to be checked under Section 16 and Section 17 of the CGST / SGST Acts, 2017.
- iv. Check computation of input tax credit from tax invoices / bills of entry or other relevant documents.
- v. The bills of entry / tax invoices should not be older than 1 year on the day on which registration is granted to the Applicant (Section 18(2) of the CGST / SGST Acts, 2017). The tax invoice must be the one containing the prescribed particulars (Section 16(2) of the CGST / SGST Acts, 2017 to be read with Rule 46 of the CGST / SGST Rules, 2017).
- vi. The books of account and relevant documents / records of the Appellant should be thoroughly verified to understand if it is actually entitled to benefit of credit under Section 18(1)(b) of the CGST / SGST Act, 2017 and was not liable to obtain registration under Section 22 or Section 24 of the CGST / SGST Act, 2017
- vii. Ensure that the debit notes / credit notes, if any, are recorded / accounted against the vendor invoice which are forming part of the closing inventory.
- viii. This certificate is required to be issued only if the aggregate value of the claim on account of SGST / CGST / UTGST and IGST exceeds rupees two lakhs (Rule 40 (1)(d) of the CGST / SGST Rules, 2017)
- ix. This certificate is to be suitably modified wherever applicable. The names of the registered persons, dates, addresses etc. are only illustrative and needs to be modified in each case. Any resemblance to any person / place is purely unintentional
- x. This certificate is to be issued in respect of a person who seeks voluntary registration u/s 25(3) of the CGST / SGST Acts, 2017.
- xi. Ensure that the certificate issued is in accordance with the Guidance note on Reports and Certificates for special purpose issued by the ICAI
- xii. Ensure that a letter of representation is taken from the management for the details and information provided by them

**Appendix A - under the State Goods and Services Tax Act, 2017 (in short "SGST Act") and the Central Goods and Services Tax Act, 2017 (in short "CGST Act") in terms of section 18(1)(b) of the said Acts**

**Summary of input tax credit eligible as claim under Section 18(1) (b) of the CGST Act, 2017**

Sr. No.	GSTIN / Registration under CX / VAT of supplier	Invoice * / Bill of Entry	Description of input held in stock, input contained in semi-finished or finished goods held in stock	Unit Quantity Code (UQC)	Qty	Value** (As adjusted by debit note /	Amount of ITC claimed (Rs.)

							credit note)					
		No.	Date					Central Tax	State Tax	UT Tax	Integrated Tax	Cess
1	2	3	4	5	6	7	8	9	10	11	12	13
				Inputs held in stock								
				Inputs contained in semi-finished or finished goods held in stock								

As per our Certificate of even date

For \_\_\_\_\_.

Chartered Accountants

\_\_\_\_\_  
Place: Partner

Date: Firm Registration No.:

Membership No.: