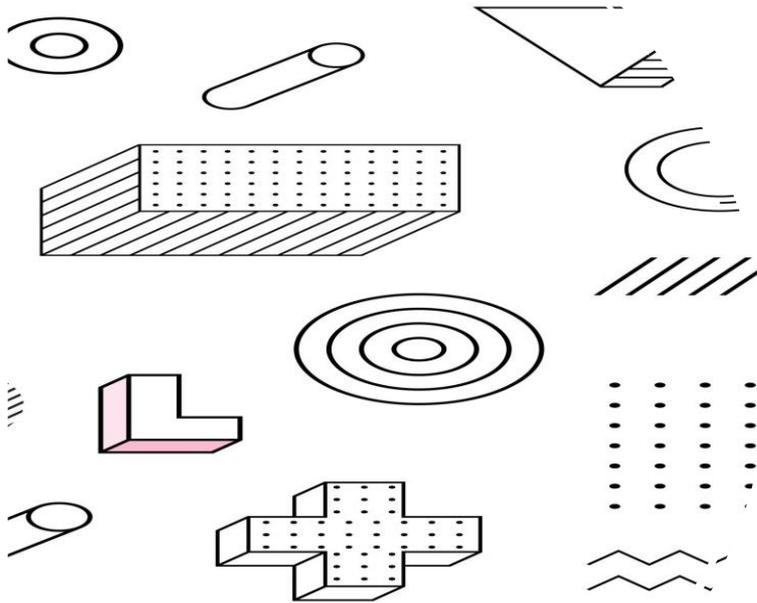


# REVERSAL OF ITC IN GSTR 3B

**Circular No. 170/02/2022-GST  
dated 06.07.2022**



ICAI – HARIDWAR BRANCH.

DATE – 16<sup>TH</sup> MARCH 2024.

VENUE – BHARAT ELECTRONICS  
LIMITED CAMPUS KOTDWAR.



contravention to Rule 36(4) of the CGST Rules, 2017. Kindly ensure that the values entered by you are correct before proceeding.

[Click here](#) for system generated summary status for GSTR-3B.

[Help Manual](#)

### 3.1 Tax on outward and reverse charge inward supplies

Integrated Tax	Central Tax
₹2,13,028.44	₹15,61,722.57
State/UT Tax	CESS (₹)
₹15,61,722.57	₹0.00

### 3.1.1 Supplies notified under section 9(5) of the CGST Act, 2017

Integrated Tax	Central Tax
₹0.00	₹0.00
State/UT Tax	CESS (₹)
₹0.00	₹0.00

### 3.2 Inter-state supplies

Taxable Value	Integrated Tax
₹0.00	₹0.00

### 4. Eligible ITC

Integrated Tax	Central Tax
₹45,71,142.00	₹67,22,742.00
State/UT Tax	CESS (₹)
₹67,22,742.00	₹0.00

### 5. Exempt, nil and Non GST inward supplies

Inter-state supplies	Intra-state supplies
₹0.00	₹2,19,198.00

### 5.1 Interest and Late fee for previous tax period

Integrated Tax	Central Tax
₹0.00	₹0.00
State/UT Tax	CESS (₹)
₹0.00	₹0.00

### 6.1 Payment of tax

Balance Liability	Paid through Cash
₹0.00	₹32,14,516.00
Paid through Credit	
₹1,21,958.00	

**3.1 Details of Outward Supplies and inward supplies liable to reverse charge (other than those covered by Table 3.1.1)** [Help ?](#)

Table 3.1(a), (b), (c) and (e) are auto-drafted based on values provided in GSTR-1. Whereas Table 3.1(d) is auto-drafted based on GSTR-2B. ✕

**⚠** The information entered by you is at variance with the auto-populated data. The liability has been computed on the basis of the information declared by you in your FORM GSTR-1.

Nature of Supplies	Total Taxable value (₹)	Integrated Tax (₹)	Central Tax (₹)	State/UT Tax (₹)	CESS (₹)
(a) Outward taxable supplies (other than zero rated, nil rated and exempted)	6,77,543.35	66,508.44	27,724.57	27,724.57	0.00
(b) Outward taxable supplies (zero rated)	1,60,42,87,394.84	0.00			0.00
(c) Other outward supplies (Nil rated, exempted)	4,98,01,457.21				
(d) Inward supplies (liable to reverse charge)	6,42,90,317.00	1,46,520.00	15,33,998.00	15,33,998.00	0.00
(e) Non-GST outward supplies	0.00				

CANCEL CONFIRM

### 3.1.1 Details of supplies notified under section 9(5) of the CGST Act, 2017 and corresponding provision in IGST/UTGST/SGST Acts

[Help ?](#)

Description	Total Taxable Value(₹)	Integrated Tax (₹)	Central Tax (₹)	State/UT Tax (₹)	CESS (₹)
(i) Taxable supplies on which electronic commerce operator pays tax u/s 9(5) [to be furnished by electronic commerce operator]	0.00	0.00	0.00	0.00	0.00
(ii) Taxable supplies made by registered person through electronic commerce operator, on which electronic commerce operator is required to pay tax u/s 9(5) [to be furnished by registered person making supplies through electronic commerce operator]	0.00				

CANCEL

CONFIRM

3.2 Of the supplies shown in 3.1(a) and 3.1.1(i), details of inter-state supplies made to unregistered persons, composition taxable persons and UIN holders [Help](#)

Supplies made to Unregistered Persons

	Place of Supply (State/UT)	Total Taxable value (₹)	Amount of Integrated Tax (₹)
<input type="checkbox"/>	Select	0.00	0.00

Supplies made to Composition Taxable Persons

	Place of Supply (State/UT)	Total Taxable value (₹)	Amount of Integrated Tax (₹)
<input type="checkbox"/>	Select	0.00	0.00

Supplies made to UIN holders

	Place of Supply (State/UT)	Total Taxable value (₹)	Amount of Integrated Tax (₹)
<input type="checkbox"/>	Select	0.00	0.00

Tables 4(A)(1), (3), (4), (5) and 4(B)(2) are auto-drafted based on the values in GSTR-2B.



Details	Integrated Tax (₹)	Central Tax (₹)	State/UT Tax (₹)	CESS (₹)
<b>(A) ITC Available (whether in full or part)</b>				
(1) Import of goods	0.00			0.00
(2) Import of services	0.00			0.00
(3) Inward supplies liable to reverse charge (other than 1 & 2 above)	0.00	0.00	0.00	0.00
(4) Inward supplies from ISD	0.00	0.00	0.00	0.00
(5) All other ITC	0.00	0.00	0.00	0.00
<b>(B) ITC Reversed</b>				
(1) As per Rule 42 & 43 of CGST/SGST rules	0.00	0.00	0.00	0.00
(2) Others	0.00	0.00	0.00	0.00
<b>(C) Net ITC Available (A) - (B)</b>	0.00	0.00	0.00	0.00
<b>(D) Ineligible ITC</b>				
(1) As per section 17(5)	0.00	0.00	0.00	0.00
(2) Others	0.00	0.00	0.00	0.00

CANCEL

CONFIRM

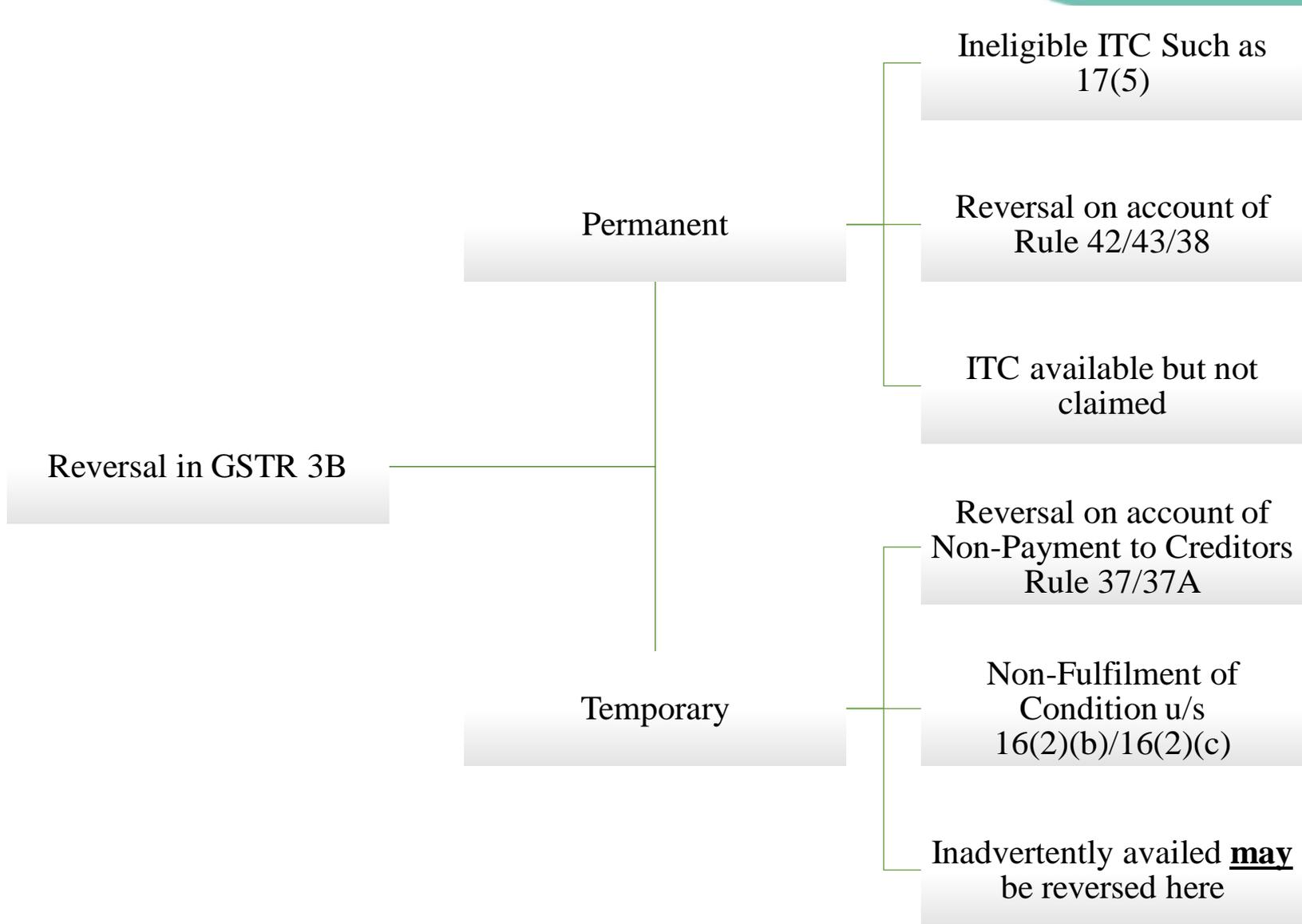
## BEFORE

<b>(B) ITC Reversed</b>	
(1) As per Rule 42 & 43 of CGST/SGST rules	0.00
(2) Others	0.00
<b>(C) Net ITC Available (A) - (B)</b>	104.74
<b>(D) Ineligible ITC</b>	
(1) As per section 17(5)	0.00
(2) Others	0.00

## AFTER

<b>(B) ITC Reversed</b>	
(1) As per rules 38, 42 and 43 of CGST Rules and sub-section (5) of section 17	0.00
(2) Others	0.00
<b>(C) Net ITC Available (A) - (B)</b>	0.00
<b>(D) Other</b>	
(1) ITC reclaimed which was reversed under Table 4(B)(2) in earlier tax period	0.00
(2) Ineligible ITC under section 16(4) and ITC restricted due to PoS provisions	0.00

# CLASSIFICATION OF REVERSAL



**TABLE 4A(5) - AUTO**  
**TABLE 4B(1) PERMANENT**  
**REVERSAL OF ITC**

**Ineligible ITC** – Section 17(5)- Blocked Credits. Such as Motor Vehicle, staff welfare, etc.

**Reversal on account of Rule 42/43/38-**Manner of determination of common input tax credit in respect of input, input services & capital goods and reversal thereof. Where the goods or services or both are used by the registered person partly for the purpose of any business and partly for any other purpose, the amount of credit is restricted to ITC attributable to the purpose of his business. This kind of reversal is of permanent nature and same has to be reversed by reporting in Table 4B(1).

**Reversal on account of Rule 38-** Claim of credit by banking company/financial institutions.

**TABLE 4B(2)**  
**TEMPORARY**  
**REVERSAL**  
**OF ITC.**

**Reversal of ITC as per Rule 37 of CGST Rules :** Reversal of ITC on account of non-payment of consideration to supplier within 180 days and the same is reclaimable when the registered person makes the payment towards the value of such supply along with tax payable thereon.

ITC must be reported in Table 4B(2).

Section 16(2)(b) - Non-Receipt of Goods & Services or both.

When reclaimed, It will be reported in Table 4A(5) and in Table 4D(1).

16(2)(C) - Tax has not paid to Government either in cash or through utilisation of ITC.

Reversal of any ITC availed in **Table 4(A)** in previous tax periods because of some inadvertent mistake.

# CASE STUDY

S.No.	Details	IGST	CGST	SGST	Remarks
1.	ITC on other inwards supplies	1,00,000/-	75,000/-	75,000/-	Auto Populated in Table 4A(5)
<b>Above includes:</b>					
1.	ITC is blocked under Section 17(5)	-	25,000/-	25,000/-	
2.	Ineligible ITC on account of common credit reversal	20,000/-	10,000/-	10,000/-	
3.	ITC not related to us	-	2,000/-	2,000/-	
4.	Goods not received	27,500/-	12,500	12,500/-	
5.	ITC Restricted due to POS Rules	-	7,000	7,000/-	Auto Populated in Table 4D(2)

# MANNER OF REPORTING

S.No.	Details	IGST	CGST	SGST	TABLE
1.	ITC on other inwards supplies	1,00,000/-	75,000/-	75,000/-	Auto Populated in Table 4A(5)
<b>Where to Report in Table 4 of GSTR 3B</b>					
1.	ITC is blocked under Section 17(5)	-	25,000/-	25,000/-	Table 4B(1)
2.	Ineligible ITC on account of common credit reversal	20,000/-	10,000/-	10,000/-	Table 4B(1)
3.	ITC not related to us	-	2,000/-	2,000/-	Table 4B(1)
4.	Goods not received	27,500/-	12,500	12,500/-	Table 4B(2)
5.	ITC Restricted due to POS Rules	-	7,000	7,000/-	Auto Populated in Table 4D(2)

# TABLE 4B(2) TEMPORARY REVERSAL

**Table 4 (B) (2)** may also be used by registered person for reversal of any ITC availed in **Table 4(A)** in previous tax periods because of some inadvertent mistake.

## **For Example:**

Let's say a company purchases raw materials worth ₹50,000 and avails GST input tax credit (ITC) of ₹9,000. However, due to a clerical error or oversight, they inadvertently claim an additional ₹10,000 in ITC, resulting in excess availment in the month of May 2023.

Let see how to reverse the same in GSTR 3B of November 2023.

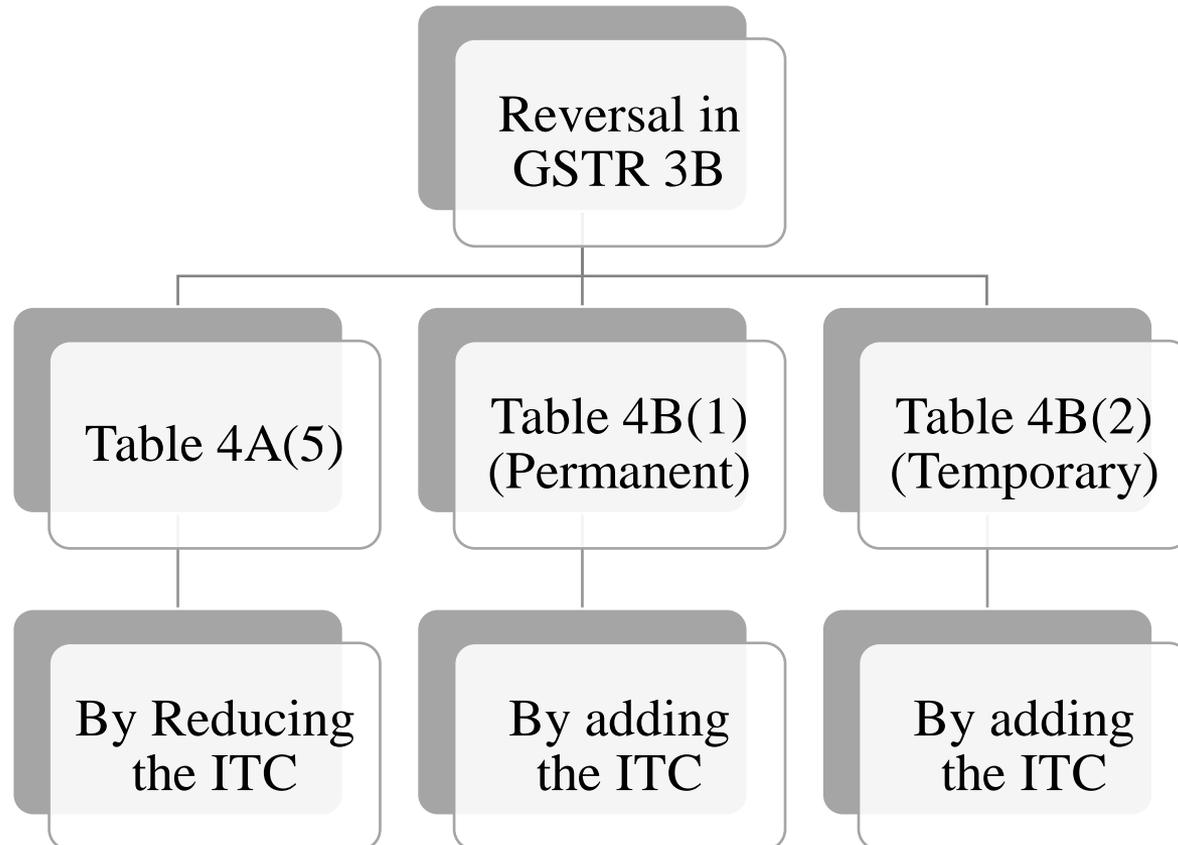
Details	Integrated Tax (₹)	Integrated Tax (₹)	Remarks
<b>(A) ITC Available (whether in full or part)</b>			
(1) Import of Goods			
(2) Import of Services			
(3) Inward supplies liable to reverse charge (other than 1 & 2 above)			
(4) Inward supplies from ISD			<b>Excess availed ITC reduced from Table 4A(5)</b>
(5) All other ITC	1,00,000	90,000	
<b>(B) ITC Reversed</b>			
(1) As per rules 38,42 & 43 of CGST Rules and section 17(5)	20,000	20,000	
(2) Others	27,500	27,500	
<b>(C) Net ITC Available (A) - (B)</b>	<b>52,500</b>	<b>42,500</b>	

# **CASE STUDY – HOW TO RECTIFY WRONGLY AVAILED ITC WHILE FILING GSTR 3B**

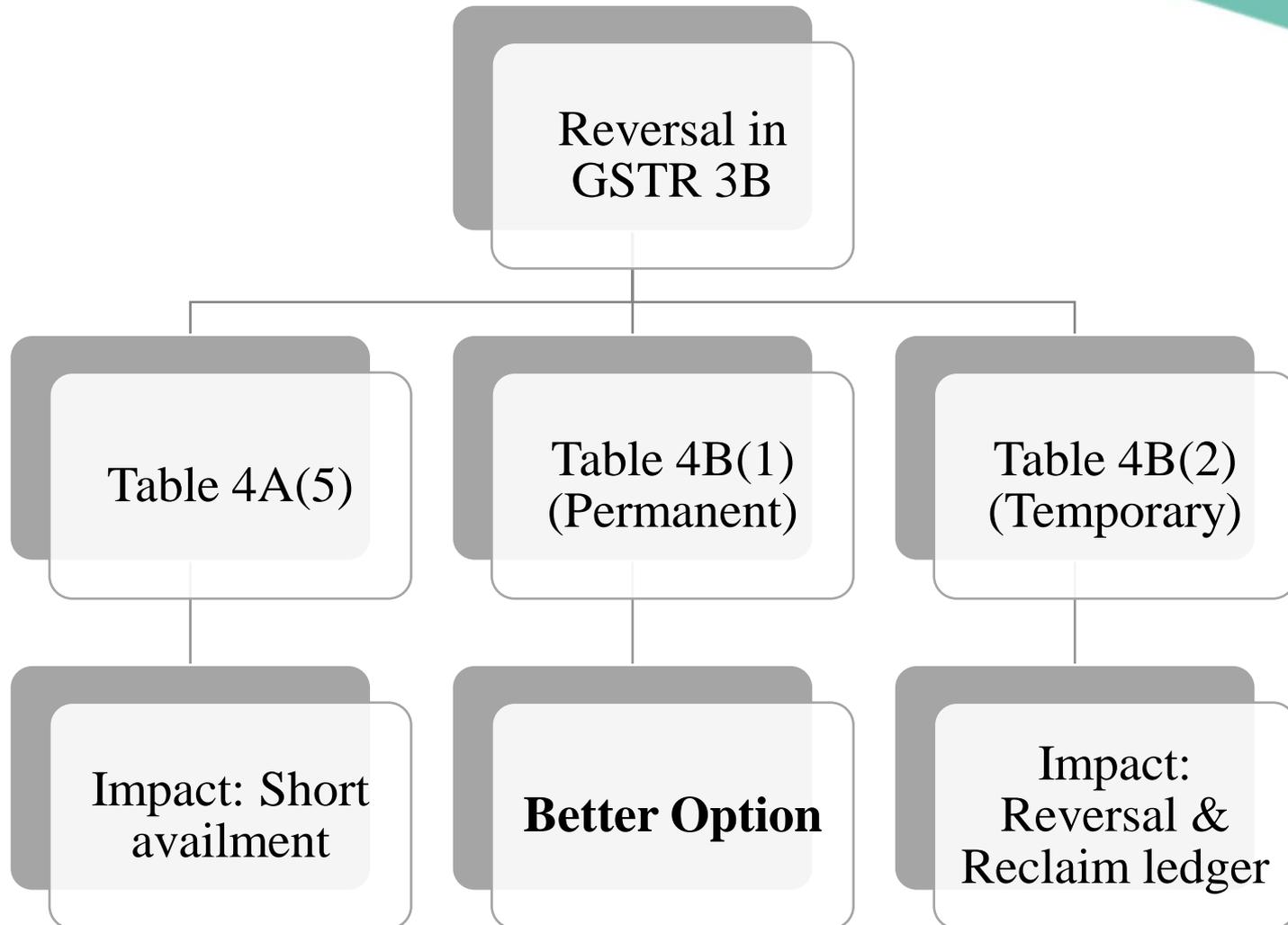
## **For Example:**

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Let see how to reverse the same in GSTR 3B of November 2023.



# CASE STUDY – HOW TO RECTIFY WRONGLY AVAILED ITC WHILE FILING GSTR 3B





**FOR MORE DETAILS ON**

**Contact :**

**Mr. Mohit Golchha**

**B.Com (H), FCA,LLB**

**Partner GST**

**A G M S & CO**

**Chartered Accountants**

**Mob: 98999-25654**

**Email : [camohitgolchha@gmail.com](mailto:camohitgolchha@gmail.com)**

**Website – [www.agmgst.com](http://www.agmgst.com)**

**Author of book : Refunds in GST**

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