

GST Fake Registrations Clean Up Drive May 2023: Issues & Safeguards



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1. It has been found that Taxpayers are not present at their PPOB (Principal Place of Business) /APOB (Additional Place of Business).
2. The beneficiary/mastermind of a transaction is someone else but on paper it's another person, sometimes from economically weaker section.
3. Special Drive to cleanse the system will be taken between 16th May 2023 to 15th July 2023 on the basis of data and human intelligence.
4. Actions like suspension/cancellation of GSTIN, blocking of ITC, recovery from recipient can take place in the matter
5. Recovery can take place in the other state/jurisdiction through Nodal officers appointed for each jurisdiction and an All India Information Sharing Mechanism. The co-ordination shall be done by National Co-ordination Committee at the Highest Level.

1. Physical and Documentary Existence at Place of Business -

- A. No concept of VPOB (Virtual Place of Business) under GST Law
- B. If office is shifted please make sure to surrender PPOB (Principal Place of Business) /APOB (Additional Place of Business)
- C. Documents u/r 56 of CGST Rules to exist at PPOB/APOB
- D. Ensure Authorized Representative is present at PPOB/APOB
- E. Loading/unloading of vehicles to only happen at PPOB/APOB

2. "Invoicing without Supply" is an offence under GST even even incase all compliances are done. Especially "Service Providers" need to beware.

3. Both inward as well as outward movement require E-Waybill. Hence E-Waybill reconciliation is to be done with inward as well as outward supplies.

4. Incase Authorised Signatory has changed, please change it on GST Portal.

THANK YOU



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