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



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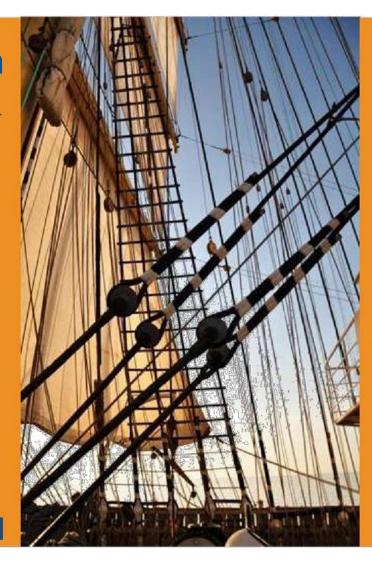
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#### Issues & Steps under Instruction No. 01/2023-GST dated 4th May 2023



- 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 16<sup>th</sup> May 2023 to 15<sup>th</sup> 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.

#### **Errors & Omissions by Taxpayers to be sanitized**



- 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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