

**GOVERNMENT OF TELANGANA
COMMERCIAL TAX DEPARTMENT**

Attachment to Show Cause Notice in Form DRC-01

DIN	GST/36ACQFS2044C1Z7/18
Office details Designation of the assessing officer Unit Division	ASSISTANT COMMISSIONER (ST) M.G.ROAD-S.D.ROAD BEGUMPET
Details of the Tax payer Name Legal Name GSTIN	SUMMIT SALES LLP SUMMIT SALES LLP 36ACQFS2044C1Z7
Financial Year	2017-18

You have filed annual return in GSTR-09 for the financial year 2017-18.

On examination of the information furnished in this return under various heads and also the information furnished in TRAN-1, GSTR-01, GSTR-2A, GSTR-3B, EWB and other records available in this office it is found that you have not declared your correct tax liability while filing the annual returns of GSTR-09. The summary of under declared tax is as follows:

SGST Rs.**564425.88**
CGST Rs.**564427.08**
Total Rs.**1128852.96**

The details of the above tax liability are as follows:

1. Net tax under declared due to non-reconciliation of turnovers in other returns and E-way bill information:

In addition to the above under declared turnovers with respect to GSTR-09, it is seen that you have under declared turnovers with respect to other information available in this office.

• Reconciliation of GSTR-01 with GSTR-09:

The outward supplies turnover declared in GSTR-01 is greater than net outward supplies information furnished in GSTR-09 and arrived at box 1A(1)+1A(2) above. This amount is therefore proposed to be taxed as under declared outward supplies as follows:

S.No	Issue	SGST	CGST	Total
1	2	3	4	5
1	Tax on Outward supplies declared in GSTR-01 for the FY.	1025594.77	1025594.77	2051189.54
2	Less tax on Outward supplies arrived in GSTR-09 at box 1A(1)+1A(2)	1013851.11	1013851.11	2027702.22
3	Difference (1-2)	11743.66	11743.66	23487.32

2. Excess claim of ITC:

• **Excess ITC claimed in GSTR-3B compared to GSTR-09:**

You have claimed excess ITC in GSTR-3B as compared to the net ITC available in the annual return GSTR-09 which has resulted in an under payment of tax as follows:

S.No	Description	Table No. in GSTR-09	SGST	CGST	Total
1	2	3	4	5	6
1	Eligible ITC in GSTR-3B	6A	1912594.20	1912595.40	3825189.60
2	ITC pertaining to previous year but availed in the current year	{13 (-) 12} of previous GSTR-09	0.00	0.00	0.00
3	Net ITC available in the current year	S.No.1 (-) S. No.2	1912594.20	1912595.40	3825189.60
4	Total ITC availed in GSTR-09	6O	1393090.00	1393090.00	2786180.00
5	ITC availed in GSTR-3B in excess of GSTR-09	S.No.3 (-) 6O	519504.20	519505.40	1039009.60

• **ITC to be reversed on non-business transactions & exempt supplies**

Under Sec 17(1) & (2) where the goods or services or both are used by the registered person partly for the purpose of business, partly for other purposes or partly used for effecting exempt supply and partly for taxable supply then the amount of credit shall be restricted to so much of the input tax as is attributable to the taxable supplies in the course of business. Therefore the taxable person needs to make an apportionment of available input tax credit under Rule 42 & 43 to arrive at the eligible ITC.

However as seen from the GSTR-09 return filed it is evident that you have not made such apportionment resulting in excess claim of ITC than you are eligible. The details of the working are as under:

S.No	Issue	Table no. in GSTR-09	Value of outward supply	SGST	CGST	Total
1	2	3	4	5	6	7
1	Total supplies	5N+10-11	11696130.64	-	-	-
2	Exempt supplies	5C + 5D + 5E + 5F	421296.00	-	-	-
3	Proportion of common ITC which has to be reversed to the extent of exempt supply (2/1 above)		0.04	-	-	-
4	Common input tax credit	6O+13-12	-	921097.00	921097.00	1842194.00
5	ITC to be reversed	{S.No.4 (x) S. No.2}/S.No.1	-	33178.02	33178.02	66356.04
6	ITC reversed as per GSTR-09	7C + 7D +7F + 7G	-	0.00	0.00	0.00
7	Difference/Excess ITC claimed	S.No.5 (-) S. No.6	-	33178.02	33178.02	66356.04

Therefore the excess ITC claimed is proposed to be recovered.

Summary :

The total tax payable on account of these deficiencies after giving credit to the payments made in cash and ITC adjusted is arrived as follows:

S.No	Issue	SGST	CGST	Total
1	2	3	4	5
1	Total tax due in (1)+(2) above	564425.88	564427.08	1128852.96

(The detailed workings of the above in tabular form are attached as Annexures)

Therefore it is proposed to assess the registered tax payer for the net tax payable indicated above under Section 73 of the SGST/CGST Act. The registered tax payer may therefore pay the tax along with interest in DRC-03. However, If the registered tax payer is not agreeing with the proposals in this notice they may file their objections in DRC-06 within (15) days from the date of receipt of this notice. A draft standard format is also attached for filing your response along with your detailed reply.

ASSISTANT COMMISSIONER (ST)

To download response pdf [Click Here](#)

Details of R1 Vs GSTR-09		Date: 12-11-2021		Rs in Rupees	
GSTIN : 36ACQFS2044C1Z7					
Name : SUMMIT SALES LLP		FY : 2017-18			
S.No.	Month	GSTR-01			
		SGST	CGST	Total	
1	2	3a	3b	3c	
1	Sep, 2017	0.00	0.00	0.00	
2	Oct, 2017	0.00	0.00	0.00	
3	Nov, 2017	2543.63	2543.63	5087.26	
4	Dec, 2017	118569.41	118569.41	237138.82	
5	Jan, 2018	333744.39	333744.39	667488.78	
6	Feb, 2018	133353.21	133353.21	266706.42	
7	Mar, 2018	437384.13	437384.13	874768.26	
	Total	1025594.77	1025594.77	2051189.54	

Note:

SGST Tax = GSTR-01 SGST - SGST from [(4N+10)-11] of GST09
= 1025594.77 - 1013851.11
= 11743.66

CGST Tax = GSTR-01 CGST - CGST from [(4N+10)-11] of GST09
= 1025594.77 - 1013851.11
= 11743.66

Office of Assistant Commissioner

Jurisdiction: M.G.ROAD - S.D.ROAD:Begumpet:Telangana

State/UT: Telangana

Reference No : ZD361121006102D

Date: 12/11/2021

To

GSTIN/ID: 36ACQFS2044C1Z7

Name: SUMMIT SALES LLP

Address : 5-4-187 / 3 AND 4, 3RD FLOOR, SOHAM MANSION, M.G ROAD, SECUNDERABAD, Ranga Reddy, Telangana, 500003

Tax Period : JUL 2017 - MAR 2018

F.Y. 2017-2018

ARN- NA

Date- NA

(Voluntary payment intimation details, if applicable)

Act/ Rules Provisions :
Under the Provisions of GST Act and Rules 2017

Show Cause Notice under section 73

It has come to my notice that tax due has not been paid or short paid or refund has been released erroneously or input tax credit has been wrongly availed or utilized by you or the amount paid by you through the above referred application for intimation of voluntary payment for the reasons and other details mentioned in annexure for the aforesaid tax period

Therefore, you are directed to furnish a reply along with supporting documents as evidence in support of your claim by the date mentioned in table below.

You may appear before the undersigned for personnel hearing either in person or through authorized representative for representing your case on the date, time and venue, if mentioned in table below.

Please note that besides tax, you are also liable to pay interest and penalty in accordance with the provisions of the Act.

If you make payment of tax stated above along with up to date interest within 30 days of the issue of this notice with applicable penalty then proceeding may be deemed to have been concluded.

Details of personal hearing etc.

Sr. No.	Description	Particulars
1	Section under which show cause notice/ statement is issued	73
2	Date by which reply has to be submitted	26/11/2021
3	Date of personal hearing	20/11/2021
4	Time of personal hearing	14:00
5	Venue where personal hearing will be held	O/o. AC(ST), M.G.Road-S.D.Road Circle, F lat No. 409, 410, Pavani Prestige, Ameer pet, Hyderabad.

Demand Details-

(Amount in Rs.)												
Sr. No.	Tax Rate(%)	Turnover	Tax Period		Act	POS (Place of Supply)	Tax	Interest	Penalty	Fee	Others	Total
			From	To								
1	2	3	4	5	6	7	8	9	10	11	12	13

1	0	0.00	JUL 2017	MAR 2018	SGST	NA	5,64,425.88	0.00	0.00	0.00	0.00	5,64,425.88
2	0	0.00	JUL 2017	MAR 2018	CGST	NA	5,64,427.08	0.00	0.00	0.00	0.00	5,64,427.08
Total							11,28,852.96	0.00	0.00	0.00	0.00	11,28,852.96

Signature
Name: GUGULOTH VIJAYA LAKSHMI
Designation: Assistant Commissioner
Jurisdiction: M.G.ROAD -
S.D.ROAD: Begumpet: Telangana

FORM GST DRC - 01

[See rule 100(2) & 142(1)(a)]

Reference No. - ZD361121006102D

Date - 12/11/2021

To

GSTIN/ID: 36ACQFS2044C1Z7

Name: SUMMIT SALES LLP

Address : 5-4-187 / 3 AND 4, 3RD FLOOR, SOHAM MANSION, M.G ROAD, SECUNDERABAD, Ranga Reddy, Telangana, 500003

Tax Period: JUL 2017 - MAR 2018

F.Y.- 2017-2018

SCN Reference No. ZD361121006102D

Date 12/11/2021

Section / sub-section under which SCN is being issued - 73

Act/ Rules Provisions :	Under the Provisions of GST Act and Rules 2017
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Summary of Show Cause Notice

(a) Brief Fact of the Case : Liability under GSTR 9 / Ineligible ITC / GSTR 1 / GSTR 2A

(b) Grounds: Under the Provisions of GST Act and Rules 2017

(c) Tax and other dues

Sr. No.	Tax Rate(%)	Turnover	Tax Period		Act	POS (Place of Supply)	Tax	Interest	Penalty	Fee	Others	Total
			From	To								
(Amount in Rs.)												

1		2		3	4	5	6	7	8	9	10	11	12	13
1		0		0.00	JUL 2017	MAR 2018	SGST	NA	5,64,425.88	0.00	0.00	0.00	0.00	5,64,425.88
2		0		0.00	JUL 2017	MAR 2018	CGST	NA	5,64,427.08	0.00	0.00	0.00	0.00	5,64,427.08
Total									11,28,852.96	0.00	0.00	0.00	0.00	11,28,852.96

Signature
Name: GUGULOTH VIJAYA LAKSHMI
Designation: Assistant Commissioner
Jurisdiction: M.G.ROAD -
S.D.ROAD: Begumpet: Telangana