

SUMMARY OF AUDIT FINDINGS			
S.no	Audit Observations	Implications	Recommendations
1	GST Input Credit verification		
	Non availment of Input Credit		
1.1	Input Credit not accounted in Tally and not availed in returns		
	On review of GSTR 2A, it is observed that credit of Rs 72/- is not taken on invoice from Transaction square LLP details of which are mentioned in Annexure 1.	Loss of Input tax credit	a. GSTR 2A to be periodically reviewed and reconciled to identify such transactions. b. Input credit to be availed in GSTR 3B of August 2019 and entry for input credit to be passed in Tally.
1.2	Input credit not updated by vendors		
	On review of Input Tax Credit between the BoA and GSTR 3B return, it is observed that ITC amounting to Rs 6,398/- from Transaction Square LLP is not availed in the GSTR 3B return.	Loss of Input tax credit	It is recommended to avail the differential ITC in the subsequent GST returns.
1.3	Summary of ITC as per GSTR 3B , GSTR 2A and Tally		
	Summary of ITC as per GSTR 3B , GSTR 2A and BoA is given in Annexure 3.	NA	NA
2	GST Output Verification		
2.1	Summary of Output as per GSTR 3B, GSTR 1 and Tally		
	The details of month-wise Output liability as reported in GSTR 3B, GSTR 1, and accounted in Tally is given in Annexure 4. No discrepancies have been observed.	NA	NA
3	GST return filing and reporting		
	It is observed that all GST returns have been filed with in the due date.	Delay in filing attracts Late fee of Rs 50/- per day of delay and Interest @ 18% on gross liability.	Timely filing to be ensured consistently.

We would like to thank management and staff members for their co-operation during the audit.

Annexure 1***Instances where credit is appearing in GSTR 2A, but not accounted in Tally.***

S.No	Invoice No.	Date	GST No.	Supplier Name	Invoice Value	Taxable Value	CGST	SGST	Total Tax
1	'KB00000177780852'	01-06-2019	36AAACK4409J1ZL	KOTAK MAHINDRA BANK LIMITED	236	200	18	18	36
2	'KB00000177781874'	30-06-2019	36AAACK4409J1ZL	KOTAK MAHINDRA BANK LIMITED	236	200	18	18	36
Total					236	200	18	18	72

Annexure2**Input credit not availed in GSTR - 3B**

Total			38,383	35,540	-	3,199	3,199	6,398
Date	Particulars	Voucher No.	Gross Total	Taxable Value	IGST	CGST	SGST	Total Tax
30-06-2019	Transaction Square LLP	11	38,383	35,540		3,199	3,199	6,398

Annexure 3

Comparison of GST Input as reflected in GSTR 3B, 2A and Tally

MONTH	Input as per 3B			Input as per 2A			Input as per Tally			Remarks
	IGST	CGST	SGST	IGST	CGST	SGST	IGST	CGST	SGST	
Oct-18	-	1,251.81	1,251.81	22,881.42	1,251.81	1,251.81	-	1,251.81	1,251.81	
Nov-18	27,000.00	18,010.00	18,010.00	4,118.58	1,688.31	1,688.31	27,000.00	18,000.81	18,000.81	Input not received towards loan processing fees paid.
Dec-18	-	1,251.81	1,251.81	-	1,251.81	1,251.81	-	1,251.81	1,251.81	
Jan-19	-	6,461.73	6,461.73	-	6,911.73	6,911.73	-	6,461.73	6,461.73	Diff between 3B and 2A is adjusted in the month of Mar-19
Feb-19	-	1,251.81	1,251.81	-	4,450.41	4,450.41	-	1,251.81	1,251.81	Input from Transaction Square LLP not claimed.
Mar-19	-	3,051.81	3,051.81	-	2,601.81	2,601.81	-	3,051.81	3,051.81	
Apr-19	-	1,566.81	1,566.81	-	2,932.11	2,932.11	-	1,566.81	1,566.81	
May-19	-	3,998.61	3,998.61	-	3,998.61	3,998.61	-	3,998.61	3,998.61	
Jun-19	38,135.52	2,663.91	2,663.91	38,135.52	1,298.61	1,298.61	38,135.52	5,862.51	5,862.51	ITC from Transaction Square LLP amounting to Rs 6,398/- is short availed.
Total	65,135.52	39,508.30	39,508.30	65,135.52	26,385.21	26,385.21	65,135.52	42,697.71	42,697.71	

Annexure 4

Comparison of GST Output as reflected in GSTR 3B, GSTR 1 and Tally

Month	As per GSTR 3B				As per GSTR 1				3B as per Tally			
	Taxable Value	IGST	CGST	SGST	Taxable Value	IGST	CGST	SGST	Taxable Value	IGST	CGST	SGST
Oct-18	15,23,400.00	-	1,37,106.02	1,37,106.02	15,23,400.00	-	1,37,106.02	1,37,106.02	15,23,400.25	-	1,37,106.02	1,37,106.02
Nov-18	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39
Dec-18	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39
Jan-19	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39
Feb-19	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39
Mar-19	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.41	1,29,860.41
Apr-19	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.41	1,29,860.41
May-19	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.41	1,29,860.41
Jun-19	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.39	1,29,860.39	14,42,893.25	-	1,29,860.41	1,29,860.41
Total	1,30,66,546.00	-	11,75,989.14	11,75,989.14	1,30,66,546.00	-	11,75,989.14	11,75,989.14	1,30,66,546.25	-	11,75,989.22	11,75,989.22