

GIB/WB/GKB LENS/30.05.18/AAR-82

Advance Ruling Category : Value of Supply

State : West Bengal

Order No.: GIB/WB/GKB LENS/30.05.18/AAR-82

Name of Entry :

M/s. GKB Lens Pvt Ltd

Date : 30-05-2018

Product/ Service Involve :

Supply of goods to his branches in other states

Breif Issue :

The applicant supplies goods to his branches in other states. Whether such supplies can be valued in terms of the second proviso to rule 28 of the CGST Rules, 2017.

Decision of Advance Ruling Authority :

The Applicant has the option of not supplying goods to its branches under the First Proviso of Rule 28 and is eligible to value these goods by applying the terms of the Second Proviso to Rule 28 of GST Act.

The expression “where the recipient is eligible for full input tax credit”, as used in the Second Proviso to Rule 28 of CGST Rules, 2017, means that the recipient will be eligible to take full input tax credit of the amount of tax paid by the supplier as mentioned in the respective invoice or any other document valid under Section 16(2)(a) of GST Act.

This Ruling is valid subject to the provisions under Section 103 until and unless declared void under Section 104(1) of the GST Acts.