

Transfer of input tax credit

53. ^[1]Transfer of input tax credit

On utilisation of input tax credit availed under this Act for payment of tax dues under the Integrated Goods and Services Tax Act in accordance with the provisions of sub-section (5) of section 49, as reflected in the valid return furnished under sub-section (1) of section 39, the amount collected as central tax shall stand reduced by an amount equal to such credit so utilised and the Central Government shall transfer an amount equal to the amount so reduced from the central tax account to the integrated tax account in such manner and within such time as may be prescribed.

[53A. Where any amount has been transferred from the electronic cash ledger under this Act to the electronic cash ledger under the State Goods and Services Tax Act or the Union territory Goods and Services Tax Act, the Government shall, transfer to the State tax account or the Union territory

tax account, an amount equal to the amount transferred from the electronic cash ledger, in such manner and within such time as may be prescribed.]^[2]

^[1] Enforced with effect from 1.7.2017.

^[2] Inserted vide The Finance (No.2) Bill, 2019, with effect from a date yet to be notified.