



05/08/2020

E-invoicing is mandatory from 1st October 2020. The CBIC, vide Notification No. 61/2020-CT dated 30.07.2020, notified that the e-invoice shall be mandatory for the registered person (**whose aggregate turnover in a Financial Year exceeds INR 500 Crore**) in respect of supply of goods or services or both to a registered person. However, irrespective of the turnover, e-invoicing shall not be applicable to the following categories of registered person:

1. SEZ Unit (Exempted vide Notification No. 61/2020-CT dated 30.07.2020)
2. Insurer or a banking company or a financial institution, including a NBFC;
3. A Goods Transport Agency;
4. A registered person supplying passenger transportation service; and
5. A registered person supplying services by way of admission to the exhibition of cinematograph films in multiplex screens.

“Aggregate turnover” means the aggregate value of all taxable supplies (excluding the value of inward supplies on which tax is payable by a person on reverse charge basis), exempt supplies (Nil rate of tax, exempted or not leviable to GST), exports of goods or services or both and inter-State supplies of persons having the same Permanent Account Number, to be computed on all India basis but excludes central tax, State tax, Union territory tax, integrated tax and cess.

Documents to be reported to GST system - invoice registration portal (IRP):

Following documents issued to a registered recipient (i.e. for B2B supply) will be required to be reported to IRP by the supplier:

- i. Invoice by Supplier; ii. Credit Note by Supplier; iii. Debit Note by Supplier; iv. Any other document, if notified by the government.

Process to Generate an E-invoice under GST:

Step 1 - Document will be generated by the supplier in his own accounting / billing system as per format/schema for e-Invoice i.e. **FORM GST INV – 1**.

Step 2 - JSON file will be generated by the supplier to upload on the invoice registration portal (IRP). Supplier should have a utility that will output invoice/document data in JSON format.

Step 3 - The JSON may be uploaded directly on the IRP or also through GSPs or through third party provided apps.

Step 4 - IRP will generate invoice reference number (IRN). IRP will add IRN & its digital signature on the document data as well as and QR code to the JSON.

Step 4 - Supplier will download digitally signed JSON with IRN along with a QR code. IRP will share back digitally signed e-invoice to seller and recipient if email id's are mentioned on the e-invoice.

Other Points related to E-invoice under GST

- The mandatory fields are MUST be there for in the document as IRP will validate mandatory fields before issuing IRN.
- IRN will be based on 4 parameters like seller's GSTIN, Document Type, Document Number and Financial Year. It will be unique for each document.
- IRP will generate QR code, generate IRN, digitally sign and may send e-invoice to buyer and seller if email id's.
- Default currency of E-invoice will be INR (Indian Rupee).
- **Option to cancel the invoice within 24 hours after generation.** However, one can manually cancel the same on GST portal before filing the returns.



- Invoice without IRN: Invoice (B2Bsupply) can be printed; **it will be valid only if it contains IRN.**
- E-invoice will not replace E-way bill. For transportation of goods, the e-way bill will continue to be mandatory.
- Amendment of e-invoice already reported: Amendment of e-invoice already uploaded on IRP will be done only on GST portal. Any amended e-invoice, if reported to IRP, will get rejected as its IRN will be already be existing in the IRP system. Hence, amendment of invoices will not be possible through the IRP.
- The QR code will contain GSTIN of supplier , GSTIN of Recipient, document number as given by Supplier, Date of generation of document, value (taxable value and gross tax), Number of line items, HSN Code of main item (the line item having highest taxable value) and Unique Invoice Reference Number.
- **E-invoice, supra which is applicable as per sub-rule (4) of Rule 48 (Manner of issuing invoice) of CGST Rule, 2017 may not be applicable in case of Bill of supply to be issued as referred to in clause (c) of sub-section (3) of section 31 of CGST Act, 2017 read with rule 49 (Bill of supply).**

Government has already notified its first invoice registration portal (IRP) which will validate invoices on real time basis

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| (i) www.einvoice1.gst.gov.in; | (vi) www.einvoice6.gst.gov.in; |
| (ii) www.einvoice2.gst.gov.in; | (vii) www.einvoice7.gst.gov.in; |
| (iii) www.einvoice3.gst.gov.in; | (viii) www.einvoice8.gst.gov.in; |
| (iv) www.einvoice4.gst.gov.in; | (ix) www.einvoice9.gst.gov.in; |
| (v) www.einvoice5.gst.gov.in; | (x) www.einvoice10.gst.gov.in. |

Mandatory Fields of E-Invoice (Form GST INV-1)

#	Category	Particulars
1.	General	Version number (Tax schema), Invoice reference number, Code for Supply Type & Document Type, Document Number & Date
2.	Supplier	Legal name (Name appearing in PAN), GST number, Address, Place, State code, PIN Code
3.	Recipient	Legal name, GST number (use "URP" in case of exports or supply made to unregistered person), Place of supply- State code, Address, Place, State code
4.	Invoice item	Serial number, Is Service Y/N, HSN Code, Item Price, Gross Amount, Item taxable Value, GST rate, Item total Amount, Batch number for manufactures
5.	Document Total	Total Taxable Value, Total invoice value in INR (Indian Rupee), Total CGST/SGST/IGST & Cess
6	If Selected	
a	Doc period	Period Start Date & Period End Date
b	Preceding Doc No.	Number & Date (required in case of Debit/Credit Note)
c	Extra	Tax scheme
d	E-way Bill	Distance of Transport
e	Ship to	Legal name, Address , place ,PIN Code, state code,
f	Despatch From	Name, Address, Place, state code, PIN Code

Please refer notification no. 60/2020 – Central Tax dated 30/07/2020 for format/schema for e-Invoice i.e. FORM GST INV – 1:

<https://www.cbic.gov.in/resources//htdocs-cbec/gst/notfctn-60-central-tax-english-2020.pdf>

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QR-CODES ON Invoices/ Bill of Supply for supply by registered person to an unregistered person (B2C supply)

- Quick Response (QR) code will be mandatory from 01-Oct-2020 for B2C invoices/Bill of supply if aggregate turnover in a financial year exceeds INR 500 Crore (As per last proviso to rule 46 - Tax Invoice and 1st proviso to rule 49 read with notification no. 72/2019 – Central Tax).
 - Where such registered person makes a Dynamic Quick Response (QR) code available to the recipient through a digital display, such B2C invoice issued by such registered person containing cross-reference of the payment using a Dynamic Quick Response (QR) code, shall be deemed to be having Quick Response (QR) code.

It appears that the Government is intended to provide online payment facility to the customer through scanning of QR code.

For understanding E-Invoice Concept, Schema and FAQs, please visit website of Goods & Services Tax Network:

<https://www.gstn.org.in/e-invoice/>

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