

No. Pr.CCA/CBEC/GST-IT/e-PAO(Refunds)/33/16-17/880
Office of Principal Chief Controller of Accounts
Central Board of Excise & Customs
Ministry of Finance, Deptt. of Revenue
DGACR Building, 1st Floor, I.P Estate
New Delhi - 110002

29^h January, 2018

OFFICE MEMORANDUM

Subject: Payment of GST refund on account of (i) Inverted duty structure, (ii) Deemed Exports and (iii) Excess balance in electronic cash ledger – reg.

Reference is invited to the O.M. No. Pr.CCA/CBEC/GST-IT/e-PAO(Refunds)/33/16-17/788 dated 5th Dec, 2017 issued by this office, vide which the detailed process for payment of GST Refund in respect of zero rated supplies of Goods or Services or both through the Pay & Accounts offices of CBEC using the PFMS portal was prescribed.

2. In furtherance, the GST Policy Wing, CBEC, Department of Revenue, Ministry of Finance has issued a circular no. No 24/24/2017 GST dated 21st December 2017 for processing and payment of GST Refund claims on account of (i) Inverted Duty Structure, (ii) Deemed Exports and (iii) Excess balance in electronic cash ledger. In Para 1 of the circular No 24/24/2017 GST dated 21st December 2017, it has been clarified that

“the provisions of Circular 17/17/2017-GST dated 15.11.2017 shall also be applicable to the following types of refunds inasmuch as they pertain to the method of filing of refund claim and its process which is consistent with the relevant provisions of CGST Act 2017(hereafter referred to as ‘the CGST Act’) and the CGST Rules, 2017(hereafter referred to as ‘the CGST Rules’)

- (i) refund of unutilized input tax credit where the credit has accumulated on account of rate of tax on inputs being higher than the rate of tax on output supplies (other than nil rated or fully exempted supplies) of good and services or both except those supplies which are notified by the Government on the recommendations of the Council (section 54(3) of CGST Act refers)*
- (ii) refund of tax on supply of goods regarded as deemed exports and*
- (iii) refund of balance in the electronic cash ledger.”*

3. In the light of the circular no. No 24/24/2017 GST dated 21st December 2017 issued by the CBEC, Dept. of Revenue, the guidelines and detailed payment process of GST Refunds of Zero rated Supplies of Goods & Services, issued vide this office O.M. No.Pr.CCA/ CBEC/GST-IT/e-PAO(Refunds)/33/16-17/788 dated 5th Dec 2017 shall also be applicable for the processing of the GST refund claims on account of (i) Inverted Duty Structure, (ii) Deemed Exports and (iii) Excess balance in electronic cash ledger.

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4. The refund payments made by each of the PAO will be reported on daily basis to the Office of Pr.CCA, CBEC by email (gstcell-hq@gov.in).

5. The Zonal offices of Pr. CCA, CBEC will supervise the GST Refund Payment in their respective zones to ensure that there is no gap in the understanding of this process by the Refund Sanctioning authority, DDO and PAO. Therefore, there should not be any delays in the payment process consequent to issuance of this OM.

This issues with the approval of Pr. CCA, CBEC.


29.1.18
(Manoj Sethi)

Chief Controller of Accounts

To:

1. All Pr. Chief Commissioners/Chief Commissioners of CGST
2. All Commissioners of CGST
3. Controller of Accounts (WZ), Dy. CA(EZ),ACA(SZ),ACA(NZ)
4. All Pay & Accounts Offices (CGST)

Copy for information to:

1. Chairman, CBEC, North Block, New Delhi.
2. Member (GST), Member (Customs), Member (IT), CBEC
3. Addl. Secretary (Revenue)
4. Addl. CGA, O/o CGA, New Delhi.
5. J.S (Revenue), MOF, North Block, New Delhi.
6. Commissioner (GST Policy)
7. OSD to Secretary (Revenue).

2/2