



Issues Clarified By CBIC In Respect Of HSN Disclosure

- The CBIC has issued a clarification on 13 April 2021 regarding reporting of 4-digit/ 6-digit HSN.
- Various tickets have been raised at the helpdesk that reported non-availability/ non-acceptability of certain 6-digit HSN codes on e-invoice/ e-way bill portal.
- The CBIC has clarified the following in this regard:
 - There have been instances where taxpayers are trying to report truncated first 6-digit out of an otherwise valid 8-digit HSN; these are invalid as they are not available in tariff at 6-digit level.
 - Taxpayers are advised to disclose minimum digits of HSN, after interpreting relevant notifications and Customs Tariff Act, 1975 harmoniously (as made applicable to GST). For e.g.: Where 6-digit HSN is specified to be reported on invoice, valid HSN codes as available in tariff, at both 6-digits and 8-digits can be mentioned. Similarly, where HSN at 4-digit is specified, valid HSN codes as available in tariff, at 4-digit, 6-digit and 8-digit can be mentioned. However, the 4/6 Digit HSN Codes, which are not available in the tariff, along with specific description, Unit and GST Rate, are not allowed to be mentioned.
 - It has been advised that if HSN is otherwise valid but is still not accepted on portals, taxpayers can raise ticket on GST self-service portal <https://selfservice.gstsystem.in/> > Report Issue > Type 'HSN' in 'Type of Issue/Concern' search box > Select relevant sub-category, e.g. 'e-Invoice – IRP – HSN Code related.
- Thus, a taxpayer needs to refer to the relevant Notifications viz. 12/2017 – CT dated 28 June, 2017, as amended vide Notification No. 78/2020 – CT, dated 15 October, 2020 and read them with Customs Tariff Act, 1975 in order to determine HSN for their products.



In respect of new features of Form GSTR-2B and GSTR-3B for taxpayers under QRMP scheme

- The CBIC has introduced new features of Form GSTR-2B and GSTR-3B for returns of quarter Jan-March 2021 filed by taxpayers under QRMP scheme. These features include:
 - Auto Generation of Form GSTR-2B, for the QRMP taxpayers.
 - Auto-population of ITC in Form GSTR-3B for the QRMP taxpayers.

The detailed advisory in this regard can be accessed at:

<https://www.gst.gov.in/newsandupdates/read/464>