Mohan & Chandrasekhar
Chartered Accountants

Rule 36(4) CGST Rules, 2017 amended w.e.f 01.01.2021

Rule 36(4) amended to reduce ITC entitlement for invoices not furnished by supplier from 10% to 5% (Notification 94/2020 Central Tax dated 22.12.2020)

- The restriction of claim of Input Tax Credit ("ITC") in respect of invoices/debit notes not furnished by the suppliers has now been reduced from 10% to 5% of the credit available in GSTR 2B.
- Substituted the word "furnished" in place of the word "uploaded". So supplier has to furnish the return than mere uploading it.
- Inserted the words "in FORM GSTR-1 or using the invoice furnishing facility" after the words, brackets and figures "by the suppliers under sub-section (1) of section 37" to align it with the Invoice Furnishing Facility ("IFF") introduced vide Notification No. 82 /2020-Central Tax dated November 10, 2020.

By CA Chandrasekhar Kutty
Partner