

## **Business with turnover of over Rs 100 crore to generate e-invoice for B2B deals from January 2021 – Economic Times**

The electronic invoicing system for business to business transactions was implemented on a mandatory basis for companies with turnover above Rs 500 crore kicked into effect from October 1.

By 1st January 2021, e-invoicing will be available to taxpayers having a turnover more than Rs. 100 crore a year. It will be finally made available to all taxpayers for B2B transactions from 1st April 2021.

E-invoicing replaces the physical invoice and will soon replace the existing e-way bill system and taxpayers will not have to generate separate e-way bills, Pandey said.

"Furthermore, the e-invoicing system can also eventually dispense with the present system of filing GST returns for smaller businesses and MSMEs because e-invoice will pre-populate their returns and they have to simply pay the taxes. The returns will be automatically generated for all supplies for which e-invoice have been issued," he added.

The government expects e-invoicing to have other major advantages of improving the payment cycle for the industry and give boost to invoice based lending to MSMEs.