



ALL INDIA ORGANISATION OF CHEMISTS & DRUGGISTS®

201, Safalya Bldg., 2nd Floor, Opp. Jaigopal Industrial Estate, Baburao Parulekar Marg, Dadar (W), Mumbai 400 028.
Tel.: 2430 6889 / 2430 6874 / 6145 2929 • Fax : 2430 6973 / 6145 2925 • Visit us on : www.aiocd.net

President :

J. S. SHINDE

Email: aiocd@vsnl.net
jagannath.shinde@aiocd.com

Ref : APS-GST/AIOCD/2017

June 8, 2017

Hon. Gen- Secretary :

SURESH GUPTA

C/o. Supreme Medicose, Shop No. 289,
Shastri Nagar, Ghaziabad - 201002.
Tel. : 0120 - 2821479 Mob.: 9811668289
Email : sureshguptaaiocd@gmail.com
sureshgupta68@yahoo.com

**THE ALL MAIN OFFICE BEARERS / ALL STATE PRESIDENTS/SECRETARIES
AND EXECUTIVE MEMBERS OF AIOCD**

Sub : GST GUIDELINES FOR MEMBERS

Dear Members,

We all are well aware that Government is gearing to implement GST w.e.f 1st July 2017. The necessary draft of Act and Rules are already framed. We have discussed about its implication on our wholesale and retail trade with our tax experts. As per the GST Rules, there are provisions to claim input tax credit on the closing stocks as on 30th June 2017 with certain conditions to be met.

Following are few suggestions for compliance of GST :

1. **Stocks and Purchases:**
Please monitor your purchases and purchase the quantum of goods possibly to be liquidated prior to 30th June 2017. Except the pharma companies ready to compensate the trade loss for wholesalers and retailers.
2. **Inventory:**
You are hereby advised to maintain optimum stocks to avoid shortages of medicines in the market.
3. **Stationery:**
Please find attached herewith the soft copy of suggested format of proposed invoice to be used by non GST dealer, composite dealer as well as wholesaler and retailer falling under GST for information.
4. **Correct records of Purchases :**
You are advised that for the purchases made after 1st January 2017; you should fill exact invoice number and date in full, to avoid any complications for availing input tax credit on closing stocks as on 30th June 2017. Mismatch in invoice number and date may create a problem on GST portal, for matching actual figures & date, may result in loss of input credit. Kindly avail ledger copy from your supplier, check it and ensure it matches perfectly with your ledger. In case of any mis-match get it corrected intime.
5. **Update all your masters:**
 - a. Kindly ensure and collect proper data i.e. Name, address, VAT/TIN Registration, Food and Drugs Licence numbers, PAN numbers of your customers and vendors / suppliers and feed it in your computer. Re-check and correct the same. This will help you to tally your input/output tax records.
 - b. Please note that, you have to update your product master with HSN code as well as customer and supplier master including their GSTN No. and email i.d.

Cont---2/



ALL INDIA ORGANISATION OF CHEMISTS & DRUGGISTS®

201, Safalya Bldg., 2nd Floor, Opp. Jaigopal Industrial Estate, Baburao Parulekar Marg, Dadar (W), Mumbai 400 028.
Tel.: 2430 6889 / 2430 6874 / 6145 2929 • Fax : 2430 6973 / 6145 2925 • Visit us on : www.aiocd.net

President :

J. S. SHINDE

Email: aiocd@vsnl.net
jagannath.shinde@aiocd.com

Hon. Gen- Secretary :

SURESH GUPTA

C/o. Supreme Medicose, Shop No. 289,
Shastri Nagar, Ghaziabad - 201002.
Tel. : 0120 - 2821479 Mob.: 9811668289
Email : sureshguptaaiocd@gmail.com
sureshgupta68@yahoo.com

:2:

Special Note for Members:

- All wholesalers are informed that, you should be in follow up with companies for HSN code of their products along with details of product wise tax rate and price list in post GST scenario. You will also collect the GSTN number of your vendor/supplier which will enable you to provide the above details to your software vendor intime. We are also following the matter with companies at association level.
- All the members are finally informed that, if you are eligible and required to get registered under GST but not done migration till date then do it immediately to avoid further complications. Last date for migration is 15th June 2017. Contact your tax consultant.
- All retailers having a turnover above 50 lakhs p.a. and falling in GST are advised to get computerized prior to 30th June to avoid any complications in billing and also it is necessary for filing of monthly return of GST and many more.
- The members who are filing the VAT return's are advised to take care that they should be prepared for filing of 1st quarter return within time limit and at actual figures of sales and purchases that matches with the closing stock going to be shown by you as on 30th June 2017 for getting the SGST credit as per New GST rules.
- Semi wholesalers are not entitled to get any reimbursement on their closing stock, hence they are advised to keep minimal possible closing stock as on 30th June 2017 to avoid losses.
- The members having turnover below 20 lacs p.a. are eligible to receive supplies without GST registration and members having turnover below 50 lacs are eligible to receive the stocks but both are not eligible to receive reimbursement on their closing stocks as on 30th June 2017 because they are not losing the same.
- Kindly note that products falling under category of GST @ 18% & 28% are mostly not an emergency medicines. So you can control the stocks holding to avoid losses.
- Please find attached special notes on transition rules related to our trade for your information and necessary action.

We have given this information for updating your knowledge. Don't treat this as final and contact your tax consultant for further queries and act at your end.

Kindly deliver this circular to all the members for their information.

Thanking you

Yours faithfully,
For AIOCD

(J. S. Shinde)
President

(Suresh Gupta)
Hon Gen Secretary

- Encl : 1. Format of Proposed invoices (4)
2. Transition Rules related to traders



ALL INDIA ORGANISATION OF CHEMISTS & DRUGGISTS®

201, Safalya Bldg., 2nd Floor, Opp. Jaigopal Industrial Estate, Baburao Parulekar Marg, Dadar (W), Mumbai 400 028.
Tel.: 2430 6889 / 2430 6874 / 6145 2929 • Fax : 2430 6973 / 6145 2925 • Visit us on : www.aiocd.net

President :

J. S. SHINDE

Email: aiocd@vsnl.net
jagannath.shinde@aiocd.com

Hon. Gen- Secretary :

SURESH GUPTA

C/o. Supreme Medicose, Shop No. 289,
Shastri Nagar, Ghaziabad - 201002.
Tel. : 0120 - 2821479 Mob.: 9811668289
Email : sureshguptaaiocd@gmail.com
sureshgupta68@yahoo.com

TRANSITION RULES RELATED TO PHARMA TRADERS

1. Persons entitled to take transition credit will have to submit a declaration within 90 days (upto 30th Sept 2017) specifying the credit he wants to take on stocks lying with him on 30th June 2017. Your delay in submitting the details of closing stocks may give negative impact availing of credit of SGST.
2. Declaration will have to be submitted in form GST Tran -1.
3. Commissioner can extend this timeline by another 90 days.
4. Deemed Credit: **Persons who do not have excise invoice, will be eligible to take credit in the following manner:**
 - A. For Goods taxable @ 12% then credit shall be allowed @40% of CGST i.e. if GST @ 12% then 40% credit will be available @2.4% i.e. (40% of 6% CGST)
 - B. For goods taxable @18% and above then credit shall be allowed @60% of CGST i.e. if GST@ 18% then 60% credit will be available @ 5.4% i.e. (60% of 9% CGST) and incase of GST @28% credit will be available @8.4% i.e. (60% of 14% of CGST)
5. Credit in the above Deemed Credit scheme will be available only once the said goods are sold and GST is paid. It's like a cash back scheme.
6. To take the credit in this scheme following conditions will have to be fulfilled:
 - A. Such goods were not unconditionally exempt from excise.
 - B. The document for procurement of such goods is available
 - C. The stock of goods on which the credit is availed is so stored that it can be easily identified by the registered person.
7. Deemed credit scheme will go on for 6 months from GST implementation date, so stocks lying as on 30th June 2017 have to be sold maximum upto 31st December 2017. No credit will be available if these goods are not sold prior to 31st December 2017.
8. Separate return under form GST Tran – 2 will have to be filled every month to avail the credit.
9. Every person to whom the provision of section 142 (11) (C) applies, shall submit a declaration within 90 days of GST implementation date in form GST Tran-1 furnishing the proportion of supply on which VAT or service tax has been paid before the GST day but the supply is made after the GST day, and the ITC admissible thereon.
10. Every person having sent goods on approval under the existing law and to whom section 142 (12) applies shall, within 90 days of the appointed day, submit details of such goods sent on approval in form GST Tran-1.

Without GST No. Sample Invoice



Drug Lic. No.: 20-JLN-677, 21-JLN-677

Soni Hospital, Jainna ☎ : (02482) 240633

Patient's Name :
Patient's Add :
Doctor's Name :

Memo :
Bill No. :
Bill Date :

S.No.	PARTICULARS	MFG.	BATCH	EXPDT	QTY	AMOUNT
-------	-------------	------	-------	-------	-----	--------



• ओषधी जॉक्टरीना बाखवून ध्यावी.
• LIVE AND LET LIVE !!!

Sign. Pharmacist

TOTAL :
NET AMT. :
CASH :

Sample Invoice For Composition Retailer



दाद्री
भेडिकत

Bill of Supply

Drug Lic. No.: 20-JLN-677 21-JLN-677

State Code 27 Maha.

GST No.:

we.f: 01-07-17

Soni Hospital, Jalna ☎ : (02482) 240633

Patient's Name :

Patient's Add :

Doctor's Name :

Memo :

Bill No. :

Bill Date :

S.No.	PARTICULARS	MFG.	BATCH	EXPDT.	QTY	AMOUNT
-------	-------------	------	-------	--------	-----	--------



Composition Taxable Person, Not Eligible to Collect Tax on Supply

• जीवपी डॉक्टरांना वाखवून व्यापी.

• LIVE AND LET LIVE!!!

Sign. Pharmacist

TOTAL :
NET AMT. :
CASH :

On Display Board Composition Taxable Person



Patient's Name :
Patient's Add :

Doctor's Name :
Doctor's Add :
Invoice No. :
Invoice Date :

GST TAX INVOICE
Customer Copy

Soni Hospital, Jalna ☎ : (02482) 240633
Drug Lic. No.: 20-MH-JLN-49967, 21-MH-JLN-49968
State Code 27 Maha. food Licence No.
GST No.: w.e.f. 01-07-17

GST No.:

HSN CODE	MFG	EXP. DT.	PRODUCTS	BATCH NO.	QTY.	RATE	DISC.	TAXABLE VALUE	CGST		SGST	
									RATE	AMT.	RATE	AMT.

Gross Amt.	Dis. Amt.	SGST Taxable Amt.	Tax % 0 % 2.5% 6% 9% 14%	CGST Taxable Amt.	Tax Amt.	Net Amount
-------------------	------------------	--------------------------	--	--------------------------	-----------------	-------------------

We declare that this invoice shows the actual price of the goods described and that all particulars are true and correct.

Signature Pharmacist



Patient's Name :
Patient's Add :

Doctor's Name :
Doctor's Add :
Invoice No. :
Invoice Date :

GST TAX INVOICE
Customer Copy

Soni Hospital, Jalna ☎ : (02482) 240633
Drug Lic. No.: 20-MH-JLN-49967, 21-MH-JLN-49968
State Code 27 Maha. food Licence No.
GST No.: w.e.f. 01-07-17

GST No.:

HSN CODE	MFG	EXP. DT.	PRODUCTS	BATCH NO.	QTY.	RATE	DISC.	TAXABLE VALUE	CGST		SGST	
									RATE	AMT.	RATE	AMT.

Gross Amt.	Dis. Amt.	SGST Taxable Amt.	Tax % 0 % 2.5% 6% 9% 14%	CGST Taxable Amt.	Tax Amt.	Net Amount
-------------------	------------------	--------------------------	--	--------------------------	-----------------	-------------------

We declare that this invoice shows the actual price of the goods described and that all particulars are true and correct.

Signature Pharmacist



Patient's Name :
Patient's Add :

Doctor's Name :
Doctor's Add :
Invoice No. :
Invoice Date :

GST TAX INVOICE
Customer Copy

Soni Hospital, Jalna ☎ : (02482) 240633
Drug Lic. No.: 20-MH-JLN-49967, 21-MH-JLN-49968
State Code 27 Maha. food Licence No.
GST No.: w.e.f. 01-07-17

GST No.:

HSN CODE	MFG	EXP. DT.	PRODUCTS	BATCH NO.	QTY.	RATE	DISC.	TAXABLE VALUE	CGST		SGST	
									RATE	AMT.	RATE	AMT.

Gross Amt.	Dis. Amt.	SGST Taxable Amt.	Tax % 0 % 2.5% 6% 9% 14%	CGST Taxable Amt.	Tax Amt.	Net Amount
-------------------	------------------	--------------------------	--	--------------------------	-----------------	-------------------

We declare that this invoice shows the actual price of the goods described and that all particulars are true and correct.

Signature Pharmacist



Shop No. 2, Beside Shri Ram Mandir, Dr. R. P. Road,
 JALINA-437 203 ☎ (02482) (S) 237337, 238616
 Sudhir Mandir : 94222 15516 Vinod Kabra : 98900 49148, 94031 11162
 E-mail : sudhirmandir2010@gmail.com
 STATE CODE : 27 GSTIN/UNIQUE ID :15 Digit
 PAN NO. AASPM9303P

M/s.:
 F.LIC. No.:15 Digit
 PAN No.:10 Digit

GST TAX INVOICE

GSTIN/UNIQUE ID : ...15 Digit
 STATE CODE : ...2 Digit
 INVOICE NO.

INVOICE NO.

HSN CODE	R. No.	MFG	EXP. DT.	PRODUCTS	PACK	MRP	BATCH NO.	QTY.	FREE	RATE	DISC.	TAXABLE VALUE	IGST		CGST		SGST	
													RATE	AMT.	RATE	AMT.	RATE	AMT.
10 Digit												08 Digit	03 Digit	08 Digit	03 Digit	08 Digit	03 Digit	08 Digit
IGST %				Gross Amt.	Less Disc.		Taxable Amt.				Tax							
CGST %				Gross Amt.	Less Disc.		Taxable Amt.				Tax							
SGST %				Gross Amt.	Less Disc.		Taxable Amt.				Tax							Net Amount
No. Items				Gross Amt.	Disc. Amt.		DR/CR. Amt.				Tax							

We declare that this invoice shows the actual price of the goods described and that all particulars are true and correct.

For SUDHIR AGENCIES, JALINA

SAN 3267 - 23/07/2014 14:10:10