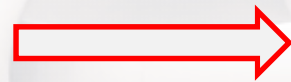


Interest under GST

Interest under GST

Return filing
Due date



Actual return
filing date

1

Late payment
of GST Due



2

Number of days
delayed



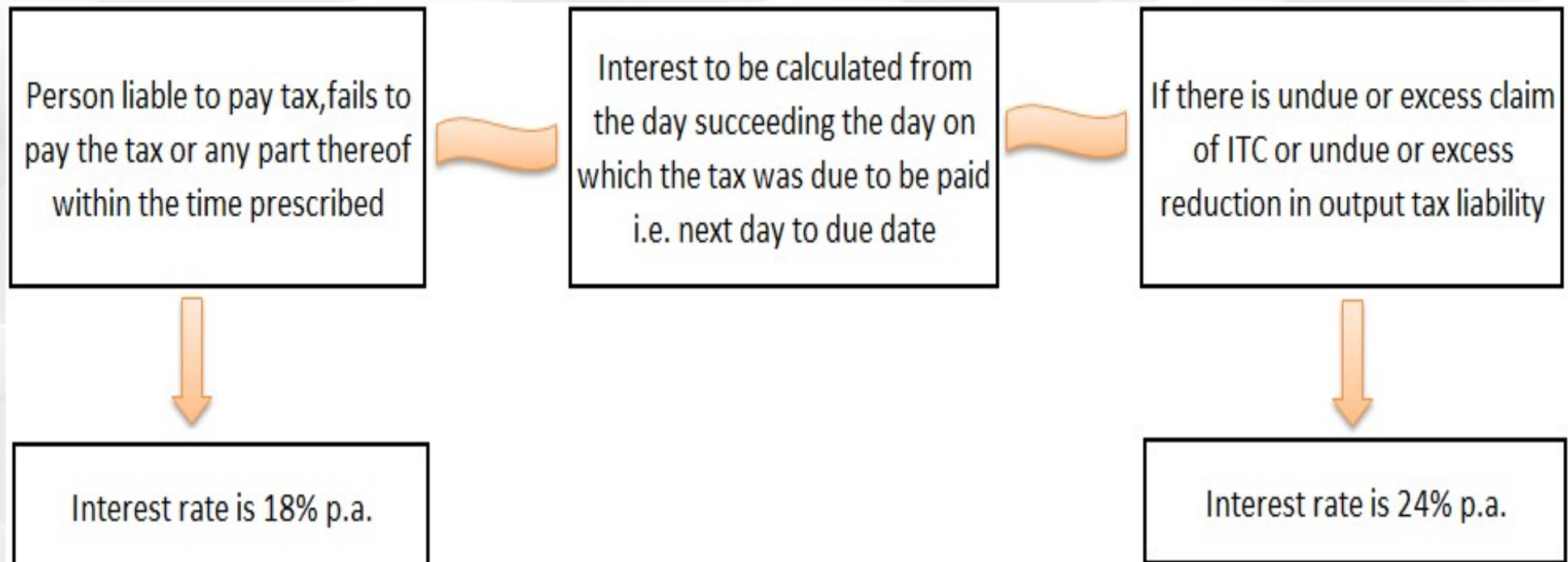
3

Net Tax
Liability

Interest under GST

- ◆ Interest under GST is applicable only on ***late payment of GST due.***
- ◆ The interest is payable for the ***number of days*** the return is delayed.
- ◆ The interest is levied on ***Net Tax Liability.***

Interest under GST



Illustration

Mr. A filed GSTR 3B for the month of April on 26th May .

The GST Payable for the month of April is ₹ 10000.

Is any interest payable?

If yes compute it.

Solution

Yes, interest is payable as tax is payable and return not filed till prescribed due date.

Interest is applicable from 21 may to 26 may i.e.

for 6 days

$\text{₹ } 10000 * 18\% * 6/365$

$\text{₹ } 29.59 /-$

Calculation of interest in case of QRMP Scheme (Fixed Sum Method)

Case 1

Return filing for Quarter April to June

Tax paid in quarter Jan to March is ₹ 100

Tax paid in quarter April to June is as follows:

In April ₹ 35 By 25th may

In May ₹ 35 By 25th June

In June actual tax liability turns out to be

For April ₹ 42

For May ₹ 40

No interest will be levied if return is filed for this quarter on time.

Calculation of interest in case of QRMP Scheme (Fixed Sum Method)

Case 2

Return filing for Quarter April to June

Tax paid in quarter Jan to March is ₹ 100

Tax paid in quarter April to June is as follows:

In April ₹ 35 By 25th may

In May ₹ 35 By 25th June

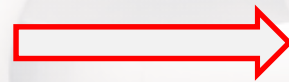
In June actual tax liability turns out to be ₹ 125 and return filed on 31st July

Interest will be levied on ₹ 125 - (35+35) = ₹ 55 from due date of quarterly GSTR 3B till 31st July

Late Fees under GST

Late Fees under GST

Return filing
Due date



Actual return
filing date

1

Delay in filing
GST Return



2

Number of
days delayed



3

1. GST Payable
2. GST Credit
3. Nil Return

Late Fees under GST

Late fees is charged for following returns:

- GSTR 1
- GSTR 3B
- GSTR 4
- GSTR 5
- GSTR 6
- GSTR 7
- GSTR 8
- GSTR 9

Amount of Late Fees applicable (Other than Annual Return)

Name	Late fees (GST Payable)		Late Fees(Nil Return)	
CGST	₹100 per day	₹ 25 per day*	₹100 per day	₹ 10 per day*
SGST	₹100 per day	₹ 25 per day*	₹100 per day	₹ 10 per day*
Total	₹200 per day	₹ 50 per day	₹200 per day	₹ 20 per day

* Reduced late fees

- No Late fees is applicable for IGST.
- A maximum late fee applicable is ₹ 5000.
- Tax Payable is Output.

GSTR - 4

Period	Return filing period	Late fees applicable
July 17 to March 20	22 September 2020 to 31st October 2020	Waived off (If NIL Return)
July 17 to March 20	22 September 2020 to 31st October 2020	₹ 500 (Non NIL Return)
Other than this	After due date	Reduced Late Fees

Kind Attention

Component	Auto - calculated on Portal	Filing of Return before
Interest	No	Yes
Late Fees	Yes	No

GSTR - 9

Name	Late fees (GST Payable)
CGST	₹ 100 per day
SGST	₹ 100 per day
Total	₹ 200 per day

Max Late Fees for GSTR 9.

Maximum late fees will be an amount calculated at 0.25% of the Turnover for the financial year.