

Ref.-DEC/GST/09

Date: 15/12/2017

To,
GST CELL,
Office of PFA, HQ
West Central Railway
Jabalpur (MP)

Sub :- GST on Free Replacement of Goods under Warranty.

Que: - What will be the applicability of GST on Replacement of Goods under warranty?

As Per Email FAQ-I & Sectoral FAQ (IT & ITES) issued by CBEC "Where Free replacement of goods is provided to the customers without consideration under warranty, no GST would be chargeable on such replacement the value of supply made earlier includes the charges to be incurred on such replacement during warranty period. In such cases Delivery Challan shall be issued by the supplier of the goods as provided under Rule 55 of CGST Rules, 2017"

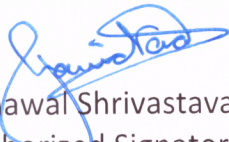
The Supplier may issue a delivery challan, serially numbered not exceeding sixteen characters, in lieu of invoice at the time of removal of goods for transportation, containing the following details :-

1. Date and No. of the Delivery Challan;
2. Name, Address and GSTIN of the consigner, if registered;
3. Name, Address and GSTIN of the consignee, if registered;
4. HSN code and Description of goods;
5. Quantity (provisional, where the exact quantity being supplied is not known);
6. Taxable Value;
7. Tax rate and Tax amount – central tax, State tax, integrated tax, Union territory tax or cess, where the transportation is for supply to the consignee;
8. Place of supply, in case of inter-State movement; and
9. Signature.

The Delivery Challan shall be prepared in Triplicate Form in the following manner:-

- (a) The Original copy being marked as "ORIGINAL FOR CONSIGNEE"
- (b) The Duplicate copy being marked as "DUPLICATE FOR TRANSPORTER"
- (c) The Triplicate copy being marked as "TRIPPLICATE FOR CONSIGNER".

For, Rahul & Co.
Chartered Accountants


Dhawal Shrivastava
(Authorized Signatory)

