संख्या/ No. 12014/02/2024-MMF
भारत सरकार/ Government of India
वस्त्र मंत्रालय /Ministry of Textiles
मानव निर्मित फाइबरअनुभाग/MMF Section

उद्योग भवन, नई दिल्ली
दिनांक: 16th May, 2024

To

All concerned

Subject: PLI query regarding GST

Sir,

I am directed to refer to PLI-QRY-0021 regarding inclusion of GST (which is capitalized in books of accounts).

2 . In this regard, it is informed that as per Section 16(3) of CGST Act, 2017, "Where the registered person has claimed depreciation on the tax component of the cost of capital goods and plant and machinery under the provisions of the Income-tax Act, 1961, the input tax credit on the said tax component shall not be allowed." Therefore, either input tax credit can be availed, or depreciation can be claimed on GST part also. If the Company chooses the former option, GST part on the plant and machinery will not be counted as Investment, and if the Company chooses the latter option, GST part on the plant and machinery will be counted as Investment.

Yours sincerely,

16/5/2024
(आर्य कुमार दास)
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