

CANCELLATION OF REGISTRATION

Reasons of Cancellation

On Application

1. PAN CHANGE
Eg. Transfer of Business
Eg. Amalgamation / Demerger/etc.
Eg. Constitution change (eg. Firm to Company)
2. CLOSURE of Business
3. REGISTRATION –No Longer Required eg. Now All Exempted Supplies.
4. Taken voluntarily Registration- Now opt out
5. TDS Deductor /TCS collector –Now No longer Required to Deduct or collect

By officer

1. Registration Taken By means of Frauds
2. DOES NOT conduct Business from Declared Place of business.
3. Have voluntarily Registration But unable to START Business in 6 Months.
4. NOT to file Return for a Continuous Period of..
✦ Composite Dealer: 3 Quarter ie 9 Months
✦ Others: 6 Months
6. Contravene the Provisions of ACT / Rules (eg. Issue Bogus Invoice)
7. Wrongly Avail ITC
8. Show liability in GSTR-1 & NOT to show in GSTR -3B
9. Violate Provision of Rule: 86B (1% Concept)
10. ANAMOLY in ITC claimed & output GST liability

Grounds of Divorce Received By Wife Only

EFFECT OF SUSPENSION

- * Shall not make any taxable Supply (can do Business but can't collect GST.
- * Not to Furnish Return
- * No Refund shall be granted to him by Department.

Application Given For cancellation Due to Above Reason then RC Shall be deemed to be suspended from the--

- * Application submission date
OR

- * Desired Date of cancellation (whichever is later)
Till

The RC cancellation Proceedings Gong On

Now the proper officer shall issue a Cancellation order to cancel RC WEF the date on which he deem fit (May Be Prospective / Retrospective)
By Notifying him to Pay Final Liability

Now Check

Business is Closed

PAY of Final Dues

Now:

- *No Business
- *No Tax Collection
- *No Invoice to be raised
- *No Return

Business is continued by other Person

No Need to Pay Final Dues

- *New owner will take Fresh Registration
- *All Assets (Including Input/Capital Goods / ITC) shall be Transferable to new ownership
- *All liabilities shall be transferred to new ownership

New Owner will do the Business and liable to pay GST on Output supplies.

If the proper officer has Reason to believe that the Person falls in above – He may suspend the Registration WEF the Date as he deem FIT
Till

The RC Cancellation proceedings Going on

- * Now Officer shall issue a SCN [Shaw Cause Notice] with- in 7 Working days
- * Reply made By the Person

Reply was Not Satisfactory then the officer will issue a Cancellation order with 30 days to cancel RC- (Prospective /Retrospective) by Notifying him to Pay final Dues

Reply was Satisfactory then officer shall Drop the proceedings & suspension order shall be with drawn.

Note: Where Suspension order issued because of Non submission of Returns then the person instead of Replying of SCN–file All Pending Returns and make payment of all Dues Then the officer shall Drop the proceedings and suspension order shall be withdrawn.

- * Now the Person may issue Revised Invoice u/s=31 with in one month of suspension Revoke order.
- * Return for Suspension Period file u/s=40 [& Pay GST to Govt.] ie suspension period is like PRE-RC period

Now Continue Your Business as Earlier