



**GOVERNMENT OF KARNATAKA
Commercial Taxes Department**



No. CCW/CR 44/2013-14

Office of the Commissioner of Commercial Taxes,
Gandhinagar, Kalidasa Road, Bengaluru – 560 009,

Dated: 27/ 03/2015.

Commissioner of Commercial Taxes Circular No: 23 /2014-15

Sub: Input Tax Credit Matching Status Module under electronic uploading of Purchase and Sales Statement (e-UPaSS) – certain instructions – reg

Ref: 1. Notification No. CCW/CR 44/2013-14 dated 29/04/2014
2. CCT Circular No.22/2014-2015 dated 30.12.2014.

The Commercial Taxes Department (CTD) has deployed an electronic system of uploading of Purchase and Sales details by the dealers at the Departmental portal. The goal of this new service is to aid the process of verification of input tax credit, facilitate electronic audit across the VAT chain for all dealers, thereby easing current arrangement of manual audit and for faster processing of refunds.

2. As per Notification No. CCW/CR/44/2013-14 dated 29.04.2014, cited at reference (1) above, all dealers, whose total turnover is Rs.50 lakhs and above for the year ending on 31.03.2014 or in any subsequent tax periods/financial year, are required to electronically upload the purchase and sales details on to the departmental portal for each tax period before 20th of the succeeding month, in the prescribed format commencing from the tax period of May 2014.

3. Along with the facility to upload the details, a Revision module was required to enable the dealers to cause necessary corrections of mistakes committed during the initial upload to enable full matching. Accordingly, the Revision Module was deployed under Dealer's login during the month of September 2014 and updated version during December 2014 to enable the dealers to correct any mistakes of data uploaded under e-uploading of Purchase and Sales Statements (e-UPaSS).

4. The ultimate objective of electronic uploading of details of purchase and sales statement is for online verification of input tax credit between the purchaser and seller. If the input tax paid by the purchaser matches with the output tax collected by the seller, along with the invoice number, Invoice date and Net value, then the input tax credit is valid subject to conditions laid down under the law. However, perusal of the data uploaded in electronic uploading of purchase and sales statements, it is observed that dealers have committed certain data entry errors while entering the invoice details of local purchase and local sales transactions, resulting in mismatches. As a result of which, the details of purchases and sales

