

**GOVERNMENT OF ASSAM**  
**OFFICE OF THE COMMISSIONER OF TAXES, ASSAM :: KAR BHAWAN**  
**DISPUR, GUWAHATI-6**

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**INSTRUCTION NO. 01/2020-GST**

Dated Dispur the 14th December, 2020.

**Subject: Standard Operating Procedure (SOP) for verification of taxpayers granted deemed registration – regarding.**

**No. CT/GST-XX/2020/10.**— With effect from 21.08.2020, rule 9 of the Assam Goods and Services Tax Rules, 2017 (hereinafter referred to as the Assam GST Rules) provide that in cases where Aadhaar authentication has either not been opted for by the applicant or where such authentication has failed, the proper officer has to mandatorily initiate physical verification of the premises, or in cases where the physical verification is difficult, certain additional documents may be called for by the proper officer (upon approval of an officer not below the rank of Joint Commissioner) for verification before deciding upon grant of registration. Further, the present provisions allow for deemed registration upon completion of 21 days of application in such cases if the proper officer has not issued any notice within the said 21 days.

2. Data suggests that during the period from 21st August, 2020 to 30th November, 2020, deemed registration has been granted in many cases where Aadhaar authentication has not been opted for or has failed. These registrations granted on deemed basis require verifications to ascertain that they have genuine business or intends to carry out so. In order to complete the verification of such registrants, following instructions are issued for immediate compliance:
  - 3.1 The list of registrations granted on deemed approval basis, unit-wise and circle-wise, during the period from 21st August, 2020 to 30th November, 2020 have been obtained from GSTN and circulated to all units/zones through official web mail.
  - 3.2 Rule 25 of the Assam GST Rules provide for physical verification of business premises in certain cases and include such verification after grant of registration. All such deemed registrations would be subjected to compulsory post registration verification. On completion of verification, if the proper officer has reasons to believe that the registration is liable for cancellation, he shall initiate the proceedings under rule 22 of the Assam GST Rules.
  - 3.3 Pending physical verification, notice in **FORM REG-17** may be issued in specific cases based on following risk parameters seeking explanation from the registered person regarding the differences and anomalies noticed:
    - (i). Where **FORM GSTR-1** is filed and **FORM GSTR-3B** is not filed either for August or September, 2020 tax period;
    - (ii). The difference in tax amount, as reported in **FORM GSTR-1** and **FORM GSTR-3B** is more than Rs. 1 lakh (R1>R3B)

On receipt of the reply to the notice, the proper officer would complete the proceedings under rule 22 of the Assam GST Rules.

- 3.4 All the verifications must be completed in a time bound manner, within 3 weeks of these instructions. Zonal Deputy Commissioners already have the freedom to divert the field officers from one circle to another within the Unit to complete the task. **A weekly status report to be submitted by each Zonal Deputy Commissioners to the GST CELL through Web Mail in the format enclosed to this instruction.**
- 4.1 The Standard Operating Procedure (SOP) to be followed by the proper officer for carrying out the physical verification of the persons who have been granted a deemed GST registration is outlined below.
- 4.2 The proper officer shall conduct physical verification of the principal place of business and wherever possible, additional place of business, indicated in GST registration **FORM REG-01** of the concerned registrant. During the physical verification, the officer, among other things, would also verify the following details:
- (a). In case the applicant intends to carry out manufacturing activity, whether capital goods, if required for the said manufacturing activity, have been installed.
  - (b). Electricity connection, bills paid in the relevant period.
  - (c). Size of the premises – whether it is commensurate with the activity to be carried out by the applicant.
  - (d). Whether premises is self-owned or is rented and documents relating ownership/ registered lease of the said property. In case of doubt, enquiry may also be made from the landlord/ owner of the property in case of rented / leased premises.
  - (e). No of employees already employed and record of their employment
  - (f). Aadhaar and PAN of the applicant and its proprietor, partners, Karta, Directors as the case may be and the authorised signatories.
  - (g). Bank's letter for up to date KYC.
- 4.3 In addition to the physical verification conducted, the proper officer, in the interest of revenue, would carry out the preliminary financial verification of the registrants by seeking the following documents and carrying out its scrutiny:
- (a). ITRs of the company / LLP from the date of incorporation or for last three financial years, whichever is less. ITRs of proprietor, partners, Karta, etc. may be taken in other cases.
  - (b). The status of activity from the date of registration of all the bank account(s) linked to registration; the same may be taken through a letter / undertaking from the applicant. Phone number declared / linked to each of the bank accounts may also be obtained.
  - (c). Quantum of capital employed/proposed to be employed.

- (d). Out of the amount mentioned at (c) above:
- (i) Own Funds:
- (ii) Loan Funds: (indicate the names, complete address, PAN and amount borrowed from each such lender separately):
- (e). In case of own funds, also check the audited balance sheet for previous financial year, where available, in addition to the Income Tax Returns mentioned in (a) above.
- (f). In case of loan funds check the proposal submitted to the Bank/FI for approval of the loan and the maximum permissible bank finance as per such proposal, where the amount is proposed to be borrowed from a Bank and/or FI.
5. Field formations are advised that in cases where the applicant has not opted for Aadhaar authentication or where such authentication has failed, there should not be any case where registration is granted on deemed approval basis. All Zonal Deputy Commissioner of State tax are instructed to supervise the field formations under their jurisdiction so that all verifications are completed within the stipulated time.
6. Difficulties, if any, in implementation of these instructions may be informed to the Commissioner of State tax, Assam.



( Anurag Goel )

Commissioner of State tax, Assam,  
Dispur, Guwahati

Memo No. CT/GST-XX/2020/10-A

Dated Dispur the 14th December, 2020.

Copy to :

1. The Additional Commissioner of State tax (All) / Joint Commissioner of State tax (All) for information
2. The Deputy Commissioner of State tax (All) / Assistant Commissioner of State tax (All) / Superintendent of State tax (All) / Inspector of State tax (All) for information and necessary action.
3. The Information Technology Officer, Office of the Commissioner of State tax, Assam for uploading it on the website of the Commissionerate for information of all concerned.



Commissioner of State tax, Assam,  
Dispur, Guwahati

Report on verification of taxpayers granted deemed registration

Report as on:.....

Sl. No.	Name of Zone	Name of Unit	No. of Deemed Registrations Granted between 21.08.2020-16.11.2020	Process of Verification initiated out of (4)	Verifications not initiated out of (4)	Out of (6), cases where FORM REG-17 issued based on risk parameters	Report on verification as reported in (5)			Remarks
							Verification completed; No discrepancy noticed;	Discrepancy noticed and process of cancellation initiated	Verification initiated but pending for decision with proper officer [(5)-(8)-(9)]	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1										
2										
3										
4										

Signature of Zonal Commissioner: \_\_\_\_\_

Date: \_\_\_\_\_

Name of Deputy Commissioner of State tax: \_\_\_\_\_

Place: \_\_\_\_\_

Name of Zone: \_\_\_\_\_