

### *Draft Rules for Electronic way bill for movement of goods under GST*

We wish to bring to your kind attention that the Central Government has recently issued draft rules on Electronic Way Bill (e-way bill) requirements which provides for obligation of registered persons to generate e-way bills under GST and transporters to carry documents and devices as per section 68 of the CGST Act.

The key provisions under the said draft rules are as follows:

#### **Generation of e-way bills for movement of goods**

- Every registered supplier shall be required to **furnish information** electronically before movement of goods in Form GST INS-01 where the consignment value of such goods exceeds **INR 50,000**.
- Requirement to generate e-way bill would be required for movement of goods in relation to supply or for reasons other than supply as well.
- Such registered supplier or the recipient may **generate the e-way bill** electronically where the goods are transported in own/ hired vehicle.
- When the goods are handed over to a transporter, the supplier shall furnish the details of transporter in the prescribed form and the transporter shall be required to **generate the e-way bill** on the common portal.
- Further, the registered person shall also be required to furnish the information and generate the e-way bill **for all inward supplies** from an unregistered person.
- Suppliers have the option to issue e-way bills even if the value of goods involved in movement is less than INR 50,000

#### **Details regarding e-way bill**

- The e-way bill once generated, shall be **valid** for 1, 3, 5, 10 or 15 days from the date of generation depending upon the **distance** the goods have to be transported.
- Where the e-way bill is generated but the goods are not transported or are not being transported as per details furnished, **within 24 hours**, then such e-way bill shall be **cancelled** electronically, unless such e-way bill has been verified in transit in accordance with these rules
- Where multiple consignments are transported in one conveyance, then the **transporter** should indicate the serial numbers of e-way bills for each consignment and should also generate and **consolidated e-way bill** covering all consignments.
- The registered recipient shall be required to **communicate** his **acceptance or rejection** of the consignment covered by the e-way bill within 72 hours of the details being made available to him on the portal. Otherwise, it shall be deemed that he has accepted the said details.

#### **Documents and devices to be carried by transporter**

- Certain category of transporters may be notified by the Government to obtain a unique Radio Frequency Identification Device (RFID) and get the said device embedded on to the conveyance and map the e-way bill to the RFID prior to the movement of goods.
- The transporter is required to carry (a) the invoice/ bill of supply/ delivery challan; and (b) copy of e-way bill or e-way bill number mapped on the RFID

#### **Verification of documents and conveyances**

- 
- The authorised officers shall have the right to intercept any conveyance to verify or inspect the e-way bill and the conveyance.
  - The government shall install RFID readers that would verify the movement of goods and movement of conveyances which have e-way bills mapped on their RFID
  - Physical verification of conveyances shall be carried out only upon authorisation of Commissioner on receipt of specific information of evasion of tax or in any other cases as well.

### **PwC Comments**

- These rules require the registered person to furnish information for inter-State and intra-State movement of consignment exceeding INR 50,000. These additional compliances would have to be evaluated by the industry.
- For ease of doing business, the facility of generation and cancellation of e-way bill may also be made available through SMS. The generation of e-way bills may also be automated upon uploading of invoices raised by the registered dealer. Further details on this are awaited.
- Industry to evaluate the requirement to generate e-way bills for cases such as free of cost supplies, supply of non GST goods, movement for import or export upto port, movement for job-work, works contract, etc.
- Presently, the draft rules are in public domain inviting comments by 21 April, 2017. Industry may represent to the government on various aspects like enhancing the threshold for generation of e-way bills, physical verification of conveyances leading of delays, requirement for intra-state movement, etc.
- The only relief for the industry is the fact that the e-way bills need to be generated either by the supplier or the transporter and not the customer, reducing the dependency for obtaining this from customers.
- The draft Assessment and Audit rules have also been released in public domain, which mainly prescribe the forms to be used in various audit/assessment proceedings.

Trust the above update is useful. Should you need any assistance in this regard, we shall be glad to provide the same. Please click [here](#) to access a copy of the draft e-way bill rules.

If your interest lies in a specific area or subject, do advise us so we can send you only the relevant alerts. For any additional information, please reach out to your PwC relationship manager or write in to [\*\*\*pwctrs.knowledgemanagement@in.pwc.com\*\*\*](mailto:pwctrs.knowledgemanagement@in.pwc.com)

With Best Regards  
PwC TRS Team

### **About PwC**

At PwC, our purpose is to build trust in society and solve important problems. We're a network of firms in 157 countries with more than 223,000 people who are committed to delivering quality in assurance, advisory and tax services. Find out more and tell us what matters to you by visiting us at [www.pwc.com](http://www.pwc.com).

In India, PwC has offices in these cities: Ahmedabad, Bengaluru, Chennai, Delhi NCR, Hyderabad, Kolkata, Mumbai and Pune. For more information about PwC India's service offerings, visit [\*\*www.pwc.com/in\*\*](http://www.pwc.com/in)

PwC refers to the PwC International network and/or one or more of its member firms, each of which is a separate, independent and distinct legal entity. Please see [www.pwc.com/structure](http://www.pwc.com/structure) for further details.

©2017 PwC. All rights reserved

**Follow us on [Facebook](#), [LinkedIn](#), [Twitter](#) and [YouTube](#).**

© 2017 PricewaterhouseCoopers Private Limited. All rights reserved. In this document, "PwC" refers to PricewaterhouseCoopers Private Limited (a limited liability company in India having Corporate Identity Number or CIN : U74140WB1983PTC036093), which is a member firm of PricewaterhouseCoopers International Limited (PwCIL), each member firm of which is a separate legal entity. <http://www.pwc.in/http://www.pwc.in/>

---

---

***Our Tax & Regulatory Services*** [Direct Tax](#) [Indirect Tax](#) [Transfer Pricing](#) [Regulatory](#) [M & A](#)  
[Tax Controversy and Dispute Resolution](#) [Financial Services](#)

---

**NOTE** : If you wish to unsubscribe receiving communications, please send in a blank email as reply to this mail with subject line "Unsubscribe".

---