

GOODS & SERVICES TAX / IDT UPDATE – 86

Advisory on Opting-in for Composition Scheme for 2020-21 – Extension of Dates in view of COVID-19 pandemic

Team GSTN has issued the following [advisory for Composition Scheme](#) dated 07th April, 2020 as under:-

A. Due to COVID-19 pandemic and challenges faced by taxpayers, Government has extended dates for opting for composition scheme by normal taxpayers, for the financial year 2020-21. These are notified in [Notifications 30/2020](#) Central Tax, dated 03.04.2020. [Circular No. 136/06/2020-GST](#) dated 3rd April, 2020 has also been issued.

B. Existing Normal taxpayers who want to opt for Composition Scheme in Financial Year 2020-21 may note following changes:

1. **Revised date to file Form GST CMP 02:** Normal and registered taxpayers who want to opt in for Composition in FY 2020-21 can apply in Form GST CMP-02 by 30th June 2020.
2. **No GSTR 1 or 3B must be filed in 2020-21 financial year for associated PAN:** The taxpayers **SHOULD NOT** file any GSTR-1/GSTR-3B, for any tax period of FY 2020-21, from any of the GSTIN on the associated PAN, or else they will not be able to opt for composition scheme for FY 2020-21.
3. **No need for re-opting for the composition scheme:** The taxpayers who are already in composition scheme, in previous financial year are not required to opt in for composition again for FY 2020-2021.
4. **Revised date to file Form GST ITC 03:** Form GST ITC-03 to reverse ITC for the stock in hand at the time of transition can be filed till 31st July, 2020.
5. **Modification in earlier advisory date 18.02.2020:** The advisory issued on 18.02.2020 and available on GST Portal (click here for the link <https://www.gst.gov.in/newsandupdates/read/356>) **stands modified** to above extent.

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