

Notification No. 85/2020 – Central Tax

Dated – 10th November, 2020

Seeks to notify special procedure for making payment of 35% as tax liability in first two month

Central Government has notified the registered persons who have opted to furnish a return for every quarter or part thereof in first month or second month or both months of the quarter by way of making a deposit of an amount in the electronic cash ledger equivalent to:

- (i) thirty five per cent. of the tax liability paid by debiting the electronic cash ledger in the return for the preceding quarter where the return is furnished quarterly; or
- (ii) the tax liability paid by debiting the electronic cash ledger in the return for the last month of the immediately preceding quarter where the return is furnished monthly:

Provided that no such amount may be required to be deposited-

- (a) for the first month of the quarter, where the balance in the electronic cash ledger or electronic credit ledger is adequate for the tax liability for the said month or where there is nil tax liability
- (b) for the second month of the quarter, where the balance in the electronic cash ledger or electronic credit ledger is adequate for the cumulative tax liability for the first and the second month of the quarter or where there is nil tax liability:

Provided further that registered person shall not be eligible for the said special procedure unless he has furnished the return for a complete tax period proceeding such month.

For more details, please follow: <https://www.cbic.gov.in/resources//htdocs-cbec/gst/notfctn-85-central-tax-english-2020.pdf>