

MTPA

Online Series on TDS

Transaction Based Analysis

BY

CA PARIKSHIT AURANGABADKAR

FCA|CS(EXE)|CWA(INTER) |DISA | M. COM |

A solid green horizontal bar at the bottom of the slide.

TRANSACTION BASED TDS ANALYSIS

- Inter Play –TXN – Indian Contract Act (ICA) –Accounts – TDS - GST
- Purchase of Material
- Interest on Unsecured Loan
- Commission on Sale
- Professional Fees
- Tangible Asset Purchase
- Intangible Asset Purchase
- Distribution of Prize - Winnings Vs Gift

Inter-Play of Transaction

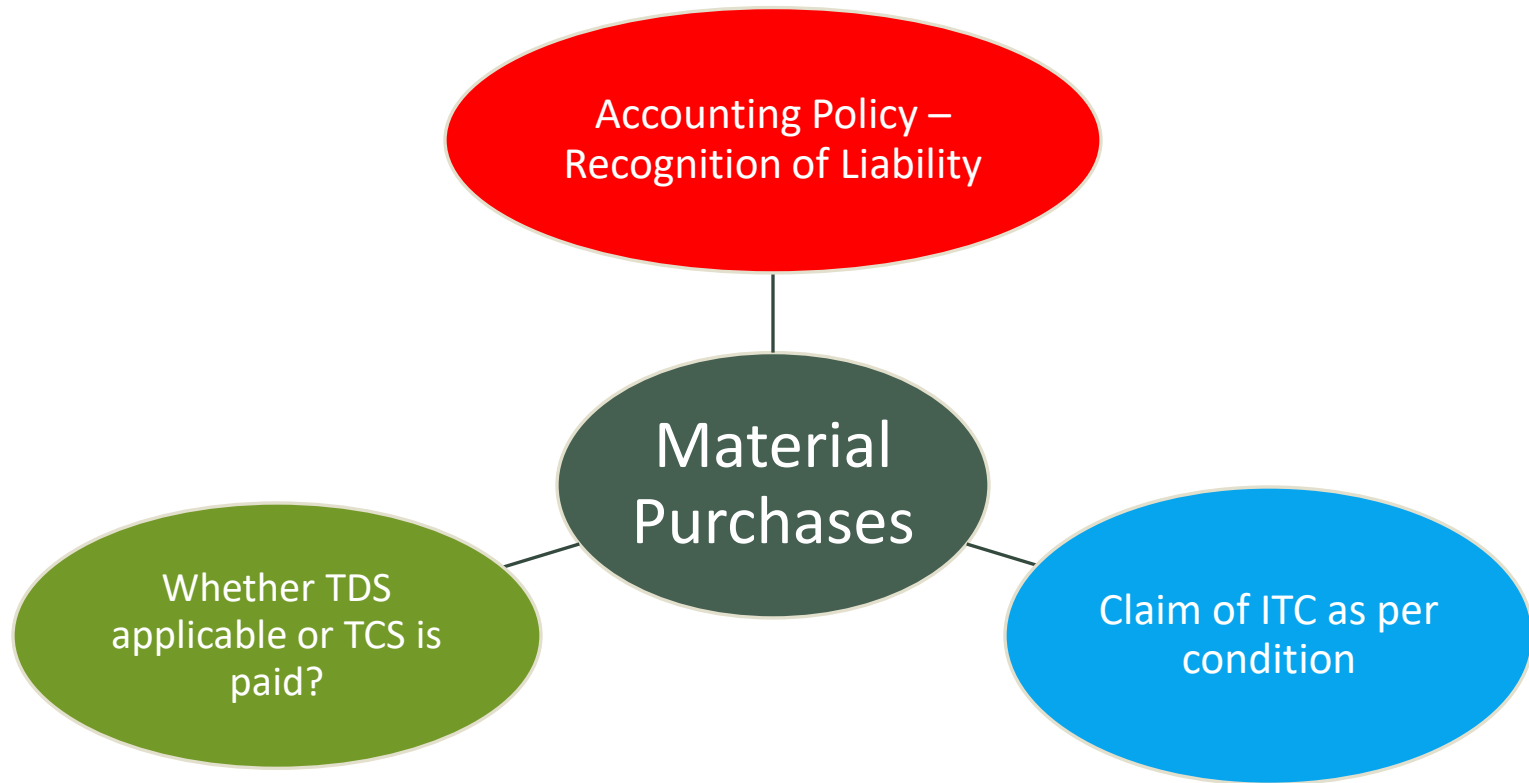
ICA-Accounting – TDS - GST

| Indian Contract Act | Transaction/ Information | Accounting | TDS | GST |
|---------------------|-----------------------------|------------|-----|-----|
| Invitation to Offer | Call for Quotation | No Entry | NA | NA |
| Offer | Quotation | No Entry | NA | NA |
| Acceptance | Selection of Quotation | No Entry | NA | NA |
| Agreement | Issuing PO/Agreement /WO | No Entry | NA | NA |

Inter-Play of Transaction ICA-Accounting – TDS - GST

| Indian Contract Act | Transaction/ Information | Accounting | TDS | GST |
|--------------------------------|---|--|----------------------|--|
| Delivery of Goods/ Services | Transport Copy /Delivery Challan /Service Challan Acceptance | Gate Entry and GRN or Service Work Completion Certificate | Triggered | E-Way Bill if Applicable |
| Contract Sign | Received Tax Invoice with all details in Accounts | Recording the Invoices and Recognizing the Liability | Deducting the TDS | Claiming the ITC as Condition Satisfied |
| Discharge of Contract | On Due Date Payment Made | Accounting of Bank Payment | Deposit the TDS | Check 2B |
| | | | | |

Purchase of Material



Purchase of Material



- Date of PO



- Date of Receipt of Goods



- Date of Gate Entry



- Date of Invoice recording in Books



- Date of Payment




- Trigger Date for TDS – as per Accounts

Interest on Unsecured Loan



- Date of Loan Agreement
- Date of Actual Payment
- Date of Capitalization
- Date of Accounting for Interest due in Books
- Trigger Date for TDS – as per Accounts

Commission on Sale



- Date of Contract/ WO

- Date of Confirmation of Sale

- Date of Payment

- Date of crediting the Invoice in Books

- Trigger Date for TDS – as per Accounts or as mentioned in Contract

Professional Fees



- Date of Engagement Letter/Contract



- Date of Receipt of Services



- Date of Payment



- Date of crediting the in Books



- Trigger Date for TDS – as per Accounts or as mentioned in Letter

CAPEX- Purchase of Asset



- Date of PO



- Date of Receipt of Goods



- Date of Gate Entry



- Date of Invoice recording in Books



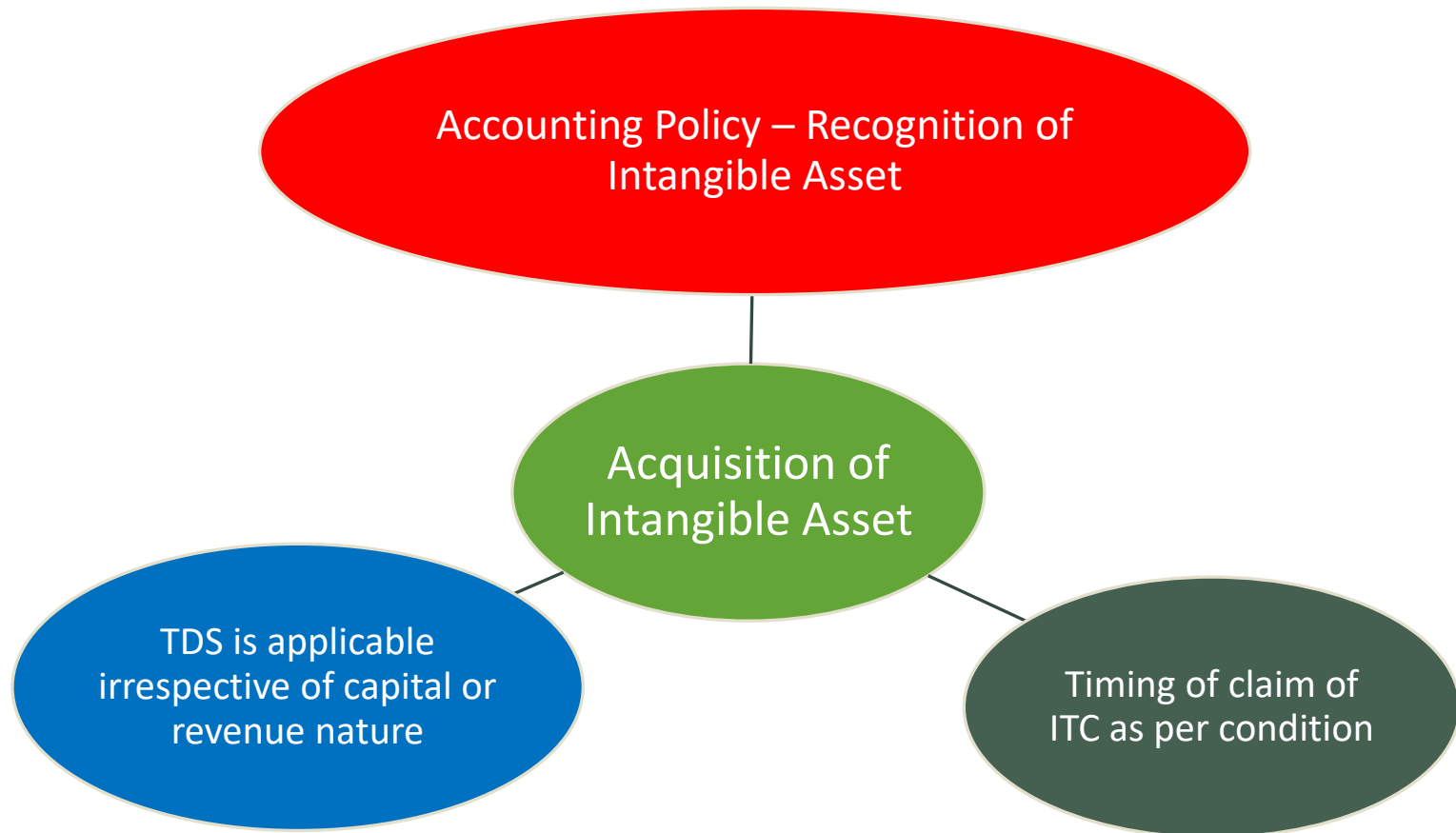
- Trigger Date for TDS – as per Accounts

CAPEX- In Installment

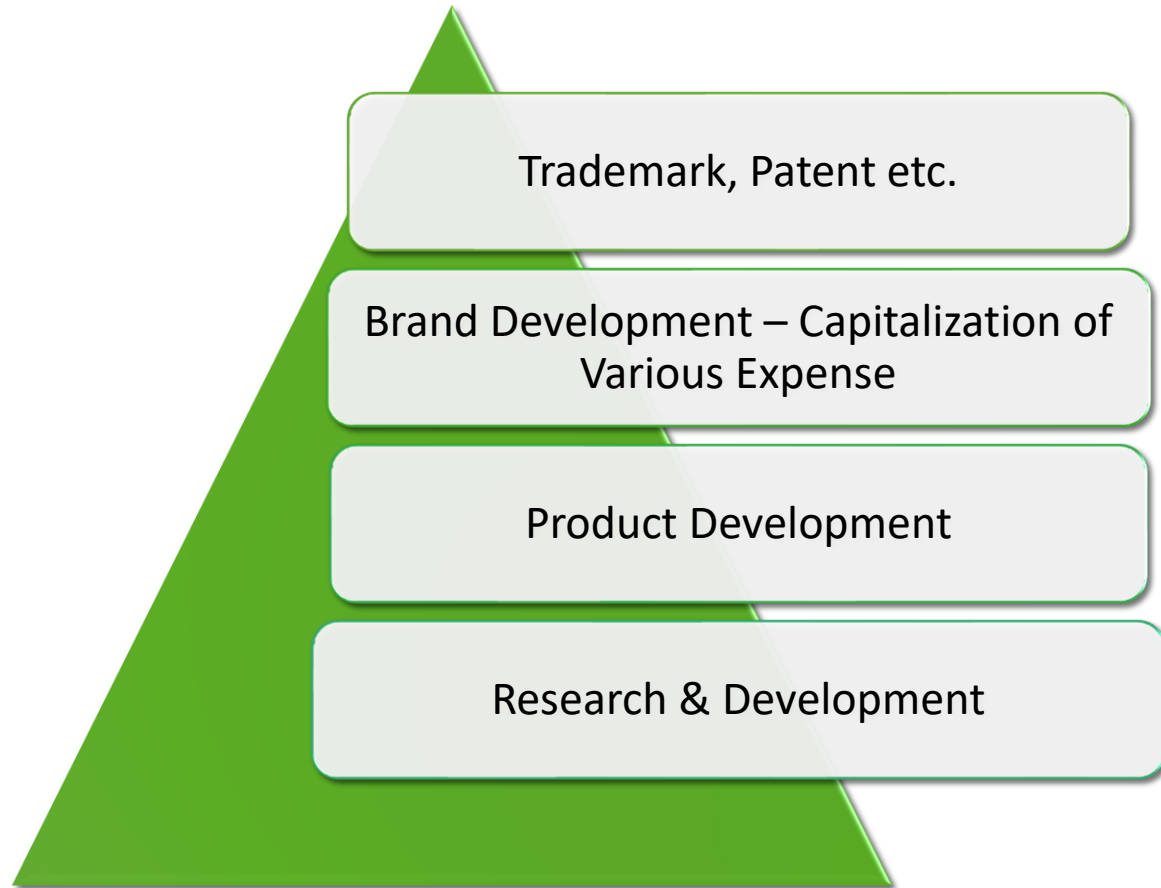
- 
- Date of Invoice recording in Books

- 
- Trigger Date for TDS – as per Accounts or as per Certificate of Work Completion

Intangible Asset



Intangible Asset



JV Passed for
Capitalization

Intangible Asset

Trademark, Patent etc.

- Professional Fees

Brand Development –
Capitalization of Various
Expense

- Business Promotion, Marketing , Salary
etc.

Product Development

- Material Purchase, Travelling ,
Consulting

Research & Development

- Professional Fees, Material Expense
etc.

Intangible Asset – Registered with GOI

- 
- Date of Order from GOI

- 
- Recognition of Intangible Asset

- 
- Trigger Date for TDS – as per Accounts

Intangible Asset – Recognized on basis of Accounting Policy



- Date of Expense Incurred

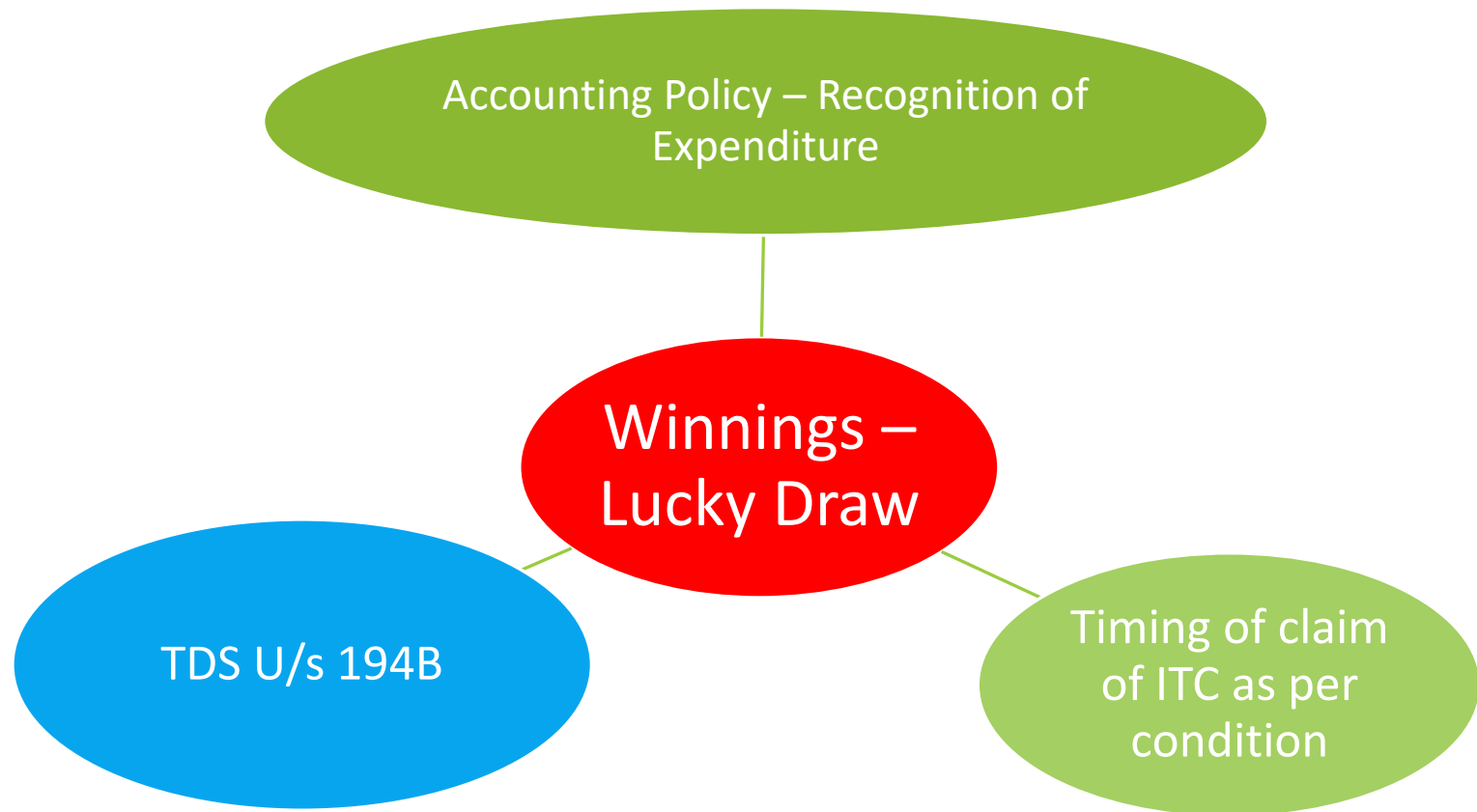


- Date of Recognition of Intangible Asset

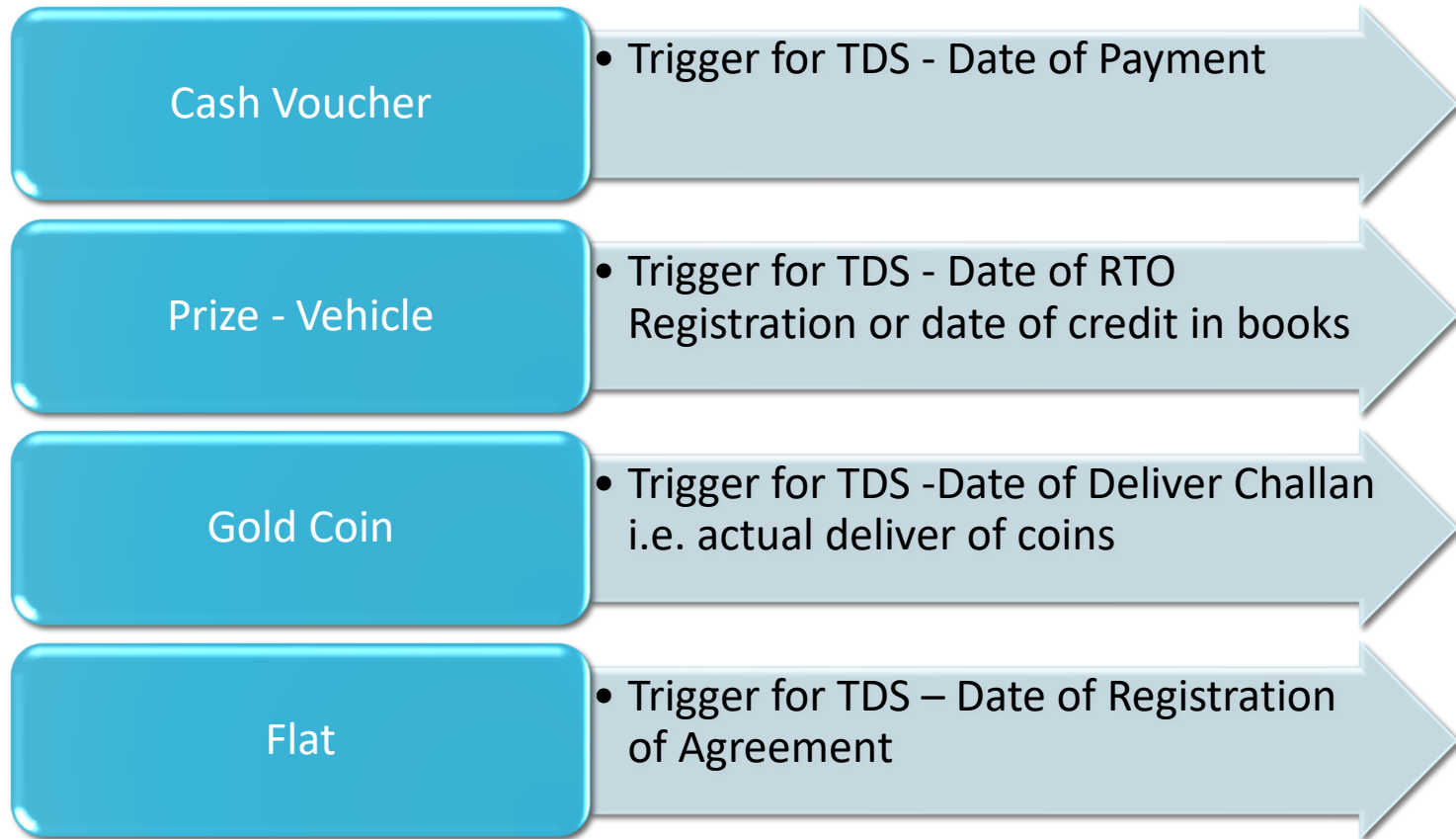


- Trigger Date for TDS – Date of Expense incurred or paid whichever is earlier

Sales Promotion Expense – Distribution of Prizes



Sales Promotion Expense – Distribution of Prizes



Distribution of Prizes



- Date of PO



- Date of Receipt of Goods



- Date of Gate Entry



- Date of Invoice Recording in Books



- Trigger Date for TDS – as per Accounts



CA. PARIKSHIT AURANGABADKAR



+91 7058470790



/ca-parikshit-a-283219301



caparikshit81@gmail.com



ca.parikshit



@caparikshit81