


## US-India Tax Forum

NEWSLETTER

Wednesday | July 30, 2025

[usindiataxforum.org](http://usindiataxforum.org) | [usisfp.org](http://usisfp.org)

## Upcoming Events



**WORKSHOP ON**  
**Invoice Management System**

FEATURING  
**DP Nagendra Kumar**  
Senior Advisor, Deloitte India,  
and former Member, CBIC

Thursday  
31 July, 2025

4:00 PM IST  
5:00 PM IST

Virtual




Virtual Interaction on  
**Demystifying the One Big Beautiful  
Bill (OB BB):**  
Legislative Journey and Key Tax Impacts

FEATURING  
**Sam Tae**  
Principal,  
International Tax,  
Ryan

Friday  
8 August, 2025

5:30 PM IST  
6:30 PM IST

Virtual

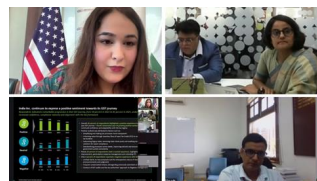
RSVP- Shreeya Kashyap at [skashyap@usinfoundation.org](mailto:skashyap@usinfoundation.org)

## Headlines News



Tax Forum participated in the 19th Customs Consultative Group (CCG) Meeting, held under the Chairmanship of Shri Surjit Bhujabal, Special Secretary & Member (Customs), CBIC.

2-3 July, 2025



US-India Tax Forum: GST@8 Session with CBIC

2 July, 2025



Tax Forum met with CBIC Member (Customs), Mr. Surjit Bhujabal, alongside representatives from the cocoa industry.

9 July, 2025



Forum met with Joint Secretary Rare Diseases (MOHFW) Ministry of Health and Family Welfare to discuss key GST matters affecting key players in the healthcare industry.

10 July, 2025



Tax Forum met with Mr Neeraj Kansal Pr ADG (Systems) CBIC to discuss system integration issues faced by member companies.

15 July, 2025

## Goods and Services Tax

**GSTIN has issued an advisory on Hard-Locking of auto-populated values in Table 3.2 of GSTR-3B from July 2025 tax period.**

**1**

From July 2025 onwards, Table 3.2 of GSTR 3B which captures inter-State supplies to unregistered persons, composition taxpayers, and UIN holders- will be auto-populated and non-editable. GSTR 3B must be filed using system generated values only.

**2**

Although, this change was announced earlier (April 2025), the same deferred due to taxpayer concerns. Table 3.2 was temporarily made editable for convenience.

**3**

Further, in case any modification/amendment is required in auto-populated values of Table 3.2 of GSTR-3B, the same can be carried out by amending the corresponding values in respective tables of GSTR-1A or through Form GSTR-1/IFF filed for subsequent tax periods. Accordingly, it is advised that GSTR 1, 1A or IFF to be filed correctly in order to avoid errors in auto-populated values.



**GSTIN has issued an advisory on Hard-Locking of auto-populated values in Table 3.2 of GSTR-3B from July 2025 tax period.**

[Click here to read more](#)

## Continued Advocacy on Goods and Services Tax



**Place of supply issues under GST for**

- BFSI sector
- Insurance broking companies



**Rate Rationalisation**

- GST exemption on health insurance premiums
- Challenges faced by the Oil & Natural Gas Sector
- Issues faced by Airline Sector
- Seeking sugar content-based tax on aerated drinks
- Concessional tax rates for Maintenance Repairs and Operations (MRO) company (new unit)
- Reduction in state VATs on ATF and inclusion of ATF in GST
- Clarity on implication of 28% GST on online gaming
- and Others



**Inverted Duty**

- Input tax credit refund advocacy for edible oil industry
- Advocacy to address inverted duty rates for MRO sector
- Inverted duty structure for oil field service providers
- and Others



**Legislative & Procedural Issues**

- Banking Sector:
  - Levy of GST on investment services for overseas investors by classifying them as 'intermediary services'
  - Clarification on valuation of cross-charge transactions between Indian branch office and foreign branch office
- Request for extension on date for implementation of Invoice Management System introduced by GSTN
- Challenges pertaining to levy of GST on sourcing and risk assessment services provided by Indian Insurance Brokers to Overseas Clients
- and Others

**Corporate Tax**

# The Income-tax Bill, 2025

Key amendments proposed by the Select Committee in its report tabled in the Parliament



The Income-tax Bill, 2025 was introduced in the Parliament on 13 February 2025 with the objective to make the income-tax law concise, lucid and easy to read and understand. The Bill seeks to replace the Income-tax Act, 1961.



To ensure that the Bill aligns with its stated objectives, is procedurally sound, and does not conflict with existing laws, it was referred to a 31-member Select Committee (the Committee) for a detailed examination.



Following extensive consultations with experts and stakeholders, the Committee tabled a revised version of the Bill along with a comprehensive report exceeding 4,500 pages, before the Lok Sabha on 21 July 2025.



The Committee has recommended several language refinements and referencing corrections aimed at simplifying the Bill, reducing ambiguity, and eliminating anomalies in the original draft.

The Income-tax Bill, 2025: Key amendments proposed by the Select Committee in its report tabled in the Parliament.

[Click here to read more](#)

## Customs

### Tax Forum Customs Engagement



#### Comprehensive review of duty structure on:

- Raw materials for manufacturing certain Fast Moving Consumable Goods
- Lubricants and Spare parts used by Airline Industry
- Import of cocoa beans, corns, Dried Distillers' Grains, sorghum, animal feed supplements etc.



#### CAROTAR (Customs Administration of Rules of Origin under Trade Agreements) Rules

- Procedural and interpretation issues leading to delays in shipments clearance
- Expediting furnishing of verification reports by country of origin
- Release of Bank Guarantees
- Issues in availing other Free Trade Agreement Benefits



#### Classification disputes

- Medical/Pharmaceutical Industry
- Semiconductor Industry
- Heavy Engineering
- Fast Moving Consumer Goods Industry
- Second-hand products for Research & Development
- Amendments/extension of customs notification
- Magnetic Sensor Modules



#### Remission of Duties and Taxes on Exported Products (RoDTEP) scheme

- Issues in availing benefits under the scheme
- Recommendations on applicable rates



#### Special Valuation Branch (SVB)

- Request for time bound investigations
- Automation of SVB refund



#### Authorised Economic Operators (AEO) Scheme

- Support in expediting license
- Issues in availing benefits
- Policy recommendations on further strengthening the scheme



#### All India Customs Consultative Group (AICCG)

- Bi-annual representations on legislative and procedural issues around customs



#### Procedural issues

- Prioritization of re-assessment of bill of entries
- Extension of Re-Import Time Limit for Medical Devices Repaired in India
- Customs Cost Recovery Charges (CRC)

## Foreign Trade Engagements



## Foreign Trade Engagements

- Policy Flexibility to Enable Import of Failed/Restricted Electrical & Electronic Components for R&D Purposes
- Extension of Export Obligation Period under Advance Authorization Scheme for Maize Imports
- Certification Issues Affecting Import of Potassium Gold Cyanide (PGC)

## Quality Control Orders (QCOs)



### Representation to address industry wide issues in implementing QCOs around

- Toys (Quality Control) Order, 2020
- Electronics and IT Goods (Requirement for Compulsory Registration) Order, 2021
- Air Conditioner and its related Parts, Hermetic Compressor and Temperature Sensing Controls (Quality Control) Order, 2019
- Footwear Made from Leather and Other Materials (Quality Control) Order, 2024
- Bolts, Nuts and Fasteners (Quality Control) Order, 2023
- Safety of Household, Commercial and Similar Electrical Appliances (Quality Control) Order, 2025
- Medical Textiles (Quality Control) Order, 2024

For more information, please write to Shreeya Kashyap at [skashyap@usinfoundation.org](mailto:skashyap@usinfoundation.org) and Prabhat Agrawal at [pagrawal@usinfoundation.org](mailto:pagrawal@usinfoundation.org)

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