

ATC Module

Automate by Innovate



Making
Accounting
Simple



Faster and
reliable



Saves Time
and Money



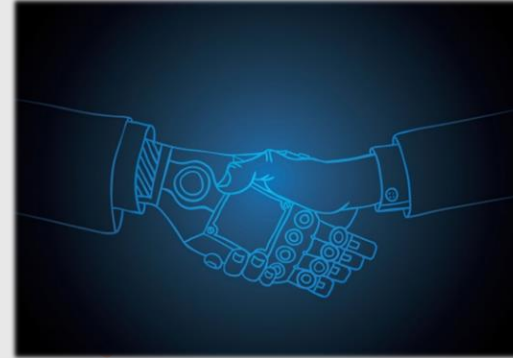
Innovage

Automate by Innovate



01 | Fetch

Fetching Invoice +
Parsing



02 | Fetch + Reconciliation

Fetching Invoice + Parsing +
Reconciliation

Challenges – Airline related

Outside ERP System



Currently Airline invoices are outside the AP process since agent's invoice are getting booked into the ERP system

Loss of credit



Companies unable to avail the credit in relation to airline invoices which impacts working capital primarily because of :

- Unaware on availability of such ITC
- Voluminous data
- Absence of data set

Audit trail and compliance risk



Increased **compliance risk** due to incorrect return filing & non-availability of document where-ever client is taking ITC basis 2A

No data bank and MIS



Currently no system to keep all airline invoices and breakup in one place and **no MIS for management**

No exception reporting

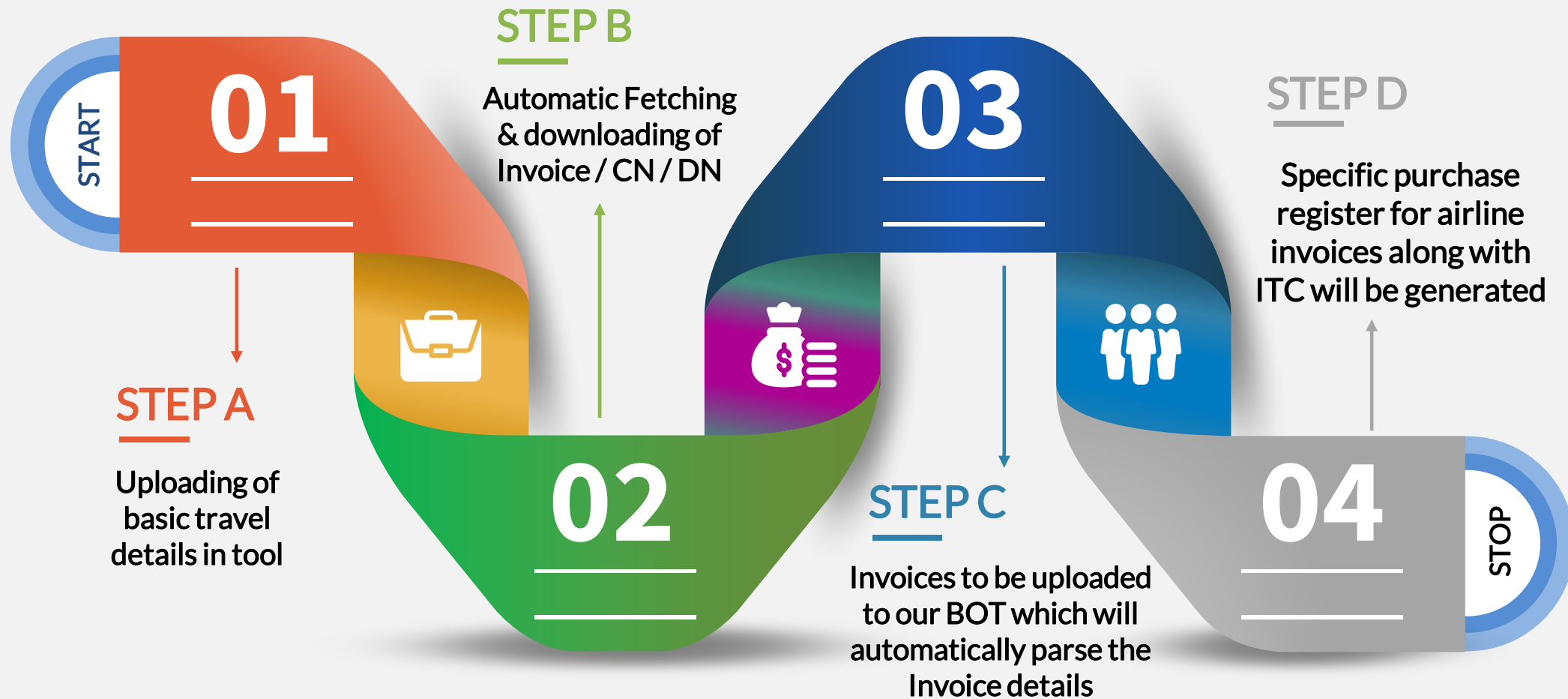


In some cases GSTIN number are missing on the invoice; details of such invoices are not available with the companies

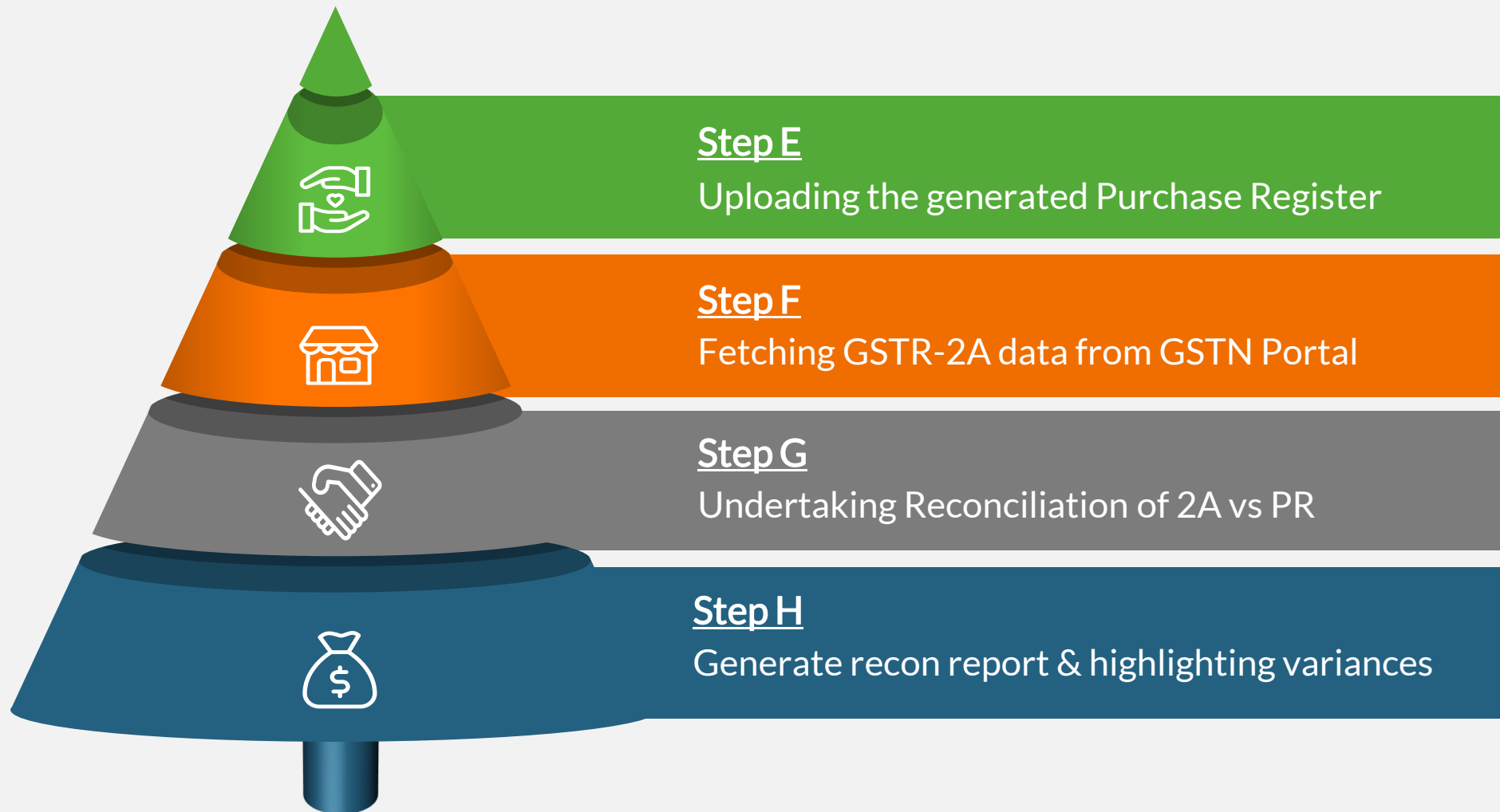
Scope of Work



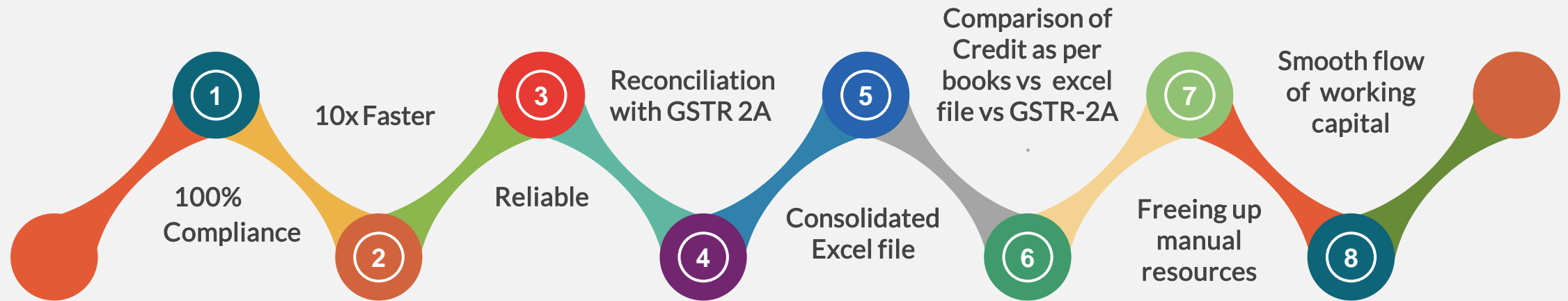
01 | Fetching and Parsing



02 | Reconciliation and optimisation of ITC



Why Automated Solution?



Synopsis on ITC saved **with Innovage**

S.no.	Particulars	Synopsis		
		Case I	Case II	Case III
A	Average airline fare /invoice	INR 5,000	INR 5,000	INR 5,000
B	No. of invoices during financial year	10,000	15,000	25,000
C	Airline travel agent charges [i.e. say 5% of (A)]	INR 250	INR 250	INR 250
D	GST on Airline travel charges [(B x C) x 18%]	INR 450,000	INR 6,75,000	INR 11,25,000
E	GST on Airline fare [(A x B) x 5%]	INR 25,00,000	INR 37,50,000	INR 62,50,000
F	GST claimed in books [D + (E x 30%**)]	INR 12,00,000	INR 18,00,000	INR 30,00,000
G	Balance ITC lapsed on account of airline fare	INR 17,50,000	INR 26,25,000	INR 43,75,000

Note : Average industry loss on account of airline travel ranges from INR 17,50,000 to INR 43,75,000

* Travel made by enterprise during particular financial year

** Assuming 30% input tax credit claimed (based on industry average) been claimed in books on account of air fare alongwith ITC on account of airline travel charges

Comparatives: Current process vs Innovage Automated Solution

Innovage Solution

Current process

Extraction of Airline invoices

Automated

Manual

Auto-Inward register for Airline invoices



Identification of Missing/Incorrect invoice



Databank



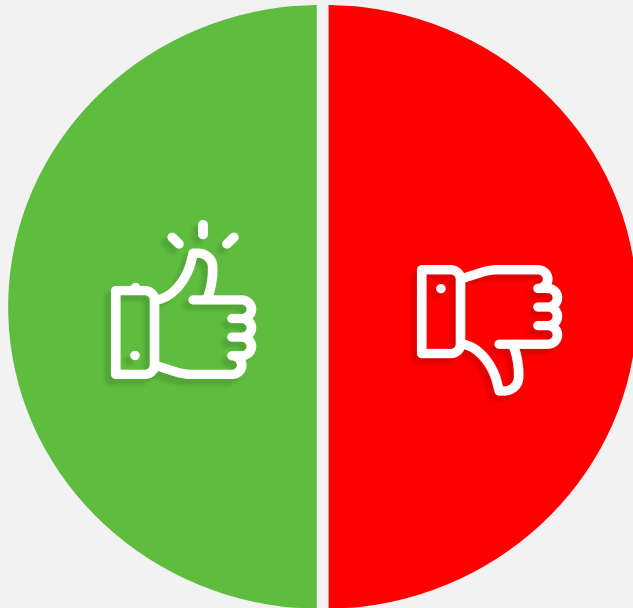
Audit Risk Mitigated



Smooth flow of working capital



Reconciliation of Airline ITC



Thank You !

Care to Support you

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