

# GIST OF GST

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## Gate No. 1

Goods	Services	Neither Goods nor Services
<b>EVERY KIND OF MOVABLE</b> Properties [WHICH CAN BE MOVED AS SUCH without any dismantling from one place to another] eg.: Exercise Machine, Ceiling fan, small Storage tank etc.	<b>ANYTHING OTHER THAN GOODS</b> (i.e. AN ACTIVITY- either Active /Passive i.e. Do something or Not to do something. ie <b>NEGATIVE ACTIVITIES</b>	<ul style="list-style-type: none"> <li>• Money,</li> <li>• Securities.</li> </ul>
<b>Including:</b> GROWING Crops & Grass, things attached to OR forming part OF THE Land (eg. Signage, Electricity Pole etc.)	<b>Including:</b> Transaction in money & Securities with Consideration.	Transaction in money & Securities Without Consideration.
<b>ACTIONABLE CLAIM will Also be treated as Goods</b>		

## Box 9

### Miscellaneous:

#### INVOICE: and E-way Bill

- TAX INVOICE issued BY TAXABLE PERSON
- Bill of Supply: By Person Availing Composition Scheme.

#### MANNER OF PAYMENT OF GST: -

- By using: E-CASH Ledger & E-Credit Ledger on GST Portal @ Specified Frequency by DUE DATE.

#### REGISTRATION:

- TIME LIMIT: 30 DAYS From: Crossing the limit of Rs. 20 Lakhs / 10 Lakh/40 Lakhs
- However the limit is Not Applicable - For INTER STATE supply of goods / Casual Taxable Person etc.

#### RETURN:

- Outward supply Return [GSTR 1]
- Annual return,
- Periodic Return, [GSTR 3B]
- etc.

#### INPUT TAX CREDIT:

- ITC Availment
- ITC Utilisation

#### RECORDS

#### REFUNDS

## Box 8

Charge	Time of Supply of Services	Time of Supply of Goods
Normal Charge Mechanism (NCM)	Invoice date OR Payment Date [Whichever is Earlier]	Invoice date OR Payment Date [Whichever is Earlier]
Reverse Charge Mechanism (RCM)	Payment Date OR 61st Day from Invoice Date [Whichever is Earlier]	Payment Date OR 31st Day from Invoice Date OR Goods Receiving Date [Whichever is Earliest]

## Box 7

### NCM/RCM

Generally: SUPPLIER Liab to PAY GST to Govt.

In case of Supply of Specified Services / Goods : RCM will be applicable ie Recipient liable to PAY GST eg :

- Goods Transport Agency Service,
- Legal Services by advocate or firm of advocate,
- Sponsorship service,
- Govt. services
- Director's services,
- Insurance Agent's service,
- Etc.

## Box 6

### Computation of GST

Regular Scheme	Composition Scheme
Transaction Value = Assessable Value With Adjustments- I- [Include] Incidental Expenses eg Packing EXPENSES. D- [Exclude]: Cash /Bulk/ year END DISCOUNT etc. I- [Include] interest, Penalty etc O- [Include] Obligation of Supplier paid by Recipient T- [Include] Taxes other than GST and Compensation Cess eg Excise Duty etc S- [Exclude] Government Subsidy	Alternate method to pay taxes for small Taxpayers.

## Gate No. 2

### PART #1 ; Meaning of Supply

All form of supply of Goods/SERVICE such as:

- Sale
- Exchange
- Transfer
- Barter
- License
- Renting
- Lease
- Disposal

Made or to be made IN THE COURSE or furtherance of Business for a consideration

Transactions between club and members with Consideration

Importation of services with Consideration (business/Personnel).

4 specified Activities will be treated as SUPPLY even if it is WITHOUT CONSIDERATION

**For Example:** Transactions in between Related party ie Transaction between family members etc.

**For Example:** Transaction in between principal and Agent.

### PART #2 ; Some Clarification: Supply of GOODS v/s Supply of SERVICE

Movable Property (Goods)		Supply of Goods
	Sale of Goods	Supply of Goods
	Hire Purchase TRANSACTIONS of Goods	Supply of SERVICE
	Transfer of RIGHT / RIGHT to use Goods	Supply of SERVICE
Immovable Property	Permanent transfer of Business Assets (Goods)	Supply of Goods
	Renting / Leasing of Immovable Property	Supply of Service
	Sale of Under Construction Property	Supply of Service
	Sale of Complete / Constructed Property	No Supply

### PAR T #3 NO SUPPLY: [NEW MAGIC OF W/G LIQUOR WALE]

- (i) Non Taxable Territory to Non Taxable Territory
- (ii) Activity by employee to employer
- (iii) services by Court, Tribunals
- (iv) services by Govt. officials like president, prime minister, chief minister, minister, MP, MLC, MLA,
- (v) Mortuary services
- (vi) Actionable claims, other than lottery, betting, gambling.
- (vii) Liquor license
- (viii) Sale of Land. Completed Building

### PART #4 Bundled Supply

[A] Composite supply (NATURAL BUNDLE): shall be treated as a supply of PRINCIPAL SUPPLY;

[B] Mixed supply (Artificial bundled) – shall be treated as supply of that particular supply which attract HIGHEST tax rates.

## Gate No. 3

### NATURE OF SUPPLY: INTRA OR INTER

#### ORIGIN OF SUPPLY

- As per section : 2 of CGST Act
- 1 Head Office
  - 2 Branch Office
  - 3 Head Office / Branch Office (which is more connected)
  - 4 Residence

#### In 2 Different

- State
- UTS
- State & UT
- Countries ie Border of State/UT/ Country /State & UT : Exist

- ☞ Then the supply will be Inter- state Supply
- ☞ Otherwise : it will be intra state supply

DESTINATION OF SUPPLY is Consumption place of supply

OF GOODS

OF SERVICE

## Gate No. 4

**BY TAXABLE PERSON:** Any person, who is Registered or required to be Registered ie the Person liable to pay GST.

#### Step 1: No Registration

- # AN Agriculturist exclusively engaged in Agriculture (However corporate agriculturist are Taxable Person)
- # Person making EXCLUSIVE EXEMPTED SUPPLY.
- # Other Person as may be notified eg Supplier in case of RCM.

#### Step 2: Mandatory Registration

- # Inter- state supply of GOODS
- # Casual Taxable Person
- # Non Resident taxable person.

#### Step #3 Registration After Limit

#Aggregate Turnover Exceed the Applicable Limit of Rs 10/20/40 Lakh

## Gate No. 5

### Gate No. 5 100% EXEMPTIONS

**Exempted Services: Total 100 + Services are exempted**  
 #Daan, Dharm, Shiksha, Swasthya, Khel, Sarkaar, Kisaan, Manoranjan,  
 #Goods Transportation, Passenger Transportation, Renting of Immovable Property, Social Activity [P.R.S.]

**Goods: Total 150 Entries- [NOT IN SYLLABUS]:** National flag, Plastic Bangles, Live fish, fresh milk, potato, Grapes, Live bovine animals, Live sheep and goats etc.