ITC Adjustment Sheet

S. No	Particulars	Rule / Provision	Ques. Ref.
(1)	Provided free of cost training to agents.	In this case, Rule 29 will not apply because rule 29 is applicable only on goods & not on Services. Hence **No GST**.	Q63 (O)
(2)	Provided free of cost training to sole selling agent.	Sole Selling agent comes under the definition of related person & Rule 28 applies in case of supply of Goods / Services to related / distinct persons Hence **GST will be applicable.**	
(3)	Solar Panels installed in the factory for providing electricity	**No ITC** will be available in this case. Since it is considered as capital expenditure for Construction of immovable property.	Q63 (H)
(4)	Silk Yarn supplied by ANY person, to registered person.	Taxable under **RCM**	Q64
(5)	Mr. Dinker paid sales Commission of ₹5 lakhs to Mr. Kenzo of Japan, his agent in Connection with imports from Japan	In such case, Mr. Kenzo will be considered as intermediary as per sec 13(8) & POS will be location of Supplier i.e. Japan. Hence **no GST** will be paid & **no ITC** will be available.	Q66.
(6)	Rent paid to Indian railways for office Premises	In case of Ministry of Railways (MOR), tax will always be paid by MOR under FCM only. If in question, rent paid to government for office premises is there then **RCM will be applicable** if amount of rent is more than ₹5,000.	Q67
(7)	Sold a tempo used for goods transportation. Purchase price is ₹4,80,000, depreciated value is ₹2,40,000 & sale value is ₹1,80,000. No ITC is taken.	Since ITC has not been taken & depreciation is claimed, **Value of Supply** will be: (Sale Value – Depreciated Value) = 1,80,000 – 2,40,000 which is **Negative**. Hence, ignored.	Q67
(8)	Direct Selling agent services	Provided by **Individual** to Bank → **RCM**, Provided by any person **other than individual** → **FCM**	Q61
(9)	Advance received of ₹7,00,000, out of which ₹2,10,000 is for goods & remaining for services.	GST will be leviable on ₹4,90,000 only as per Time of supply of service. But in aggregate turnover, entire $700,000 be included.	Q60, Q55
(10)	Motopower Pvt Ltd. paid for security services to Safe & secure Solutions Pvt Ltd. (Unregistered)	In case of Security Services, if supplier is **Body Corporate** then **FCM** will be applicable. In this case, **GST liability** will be on **supplier** i.e. Safe & Secure Solutions but **supplier** is **Unregistered**, hence **No GST** will be levied & **No ITC** will be available.	

(11)	X Pvt Ltd. sold petrol (including **VAT** of ₹2 lakhs) for ₹10 lakhs	In such case, ₹8 lakhs will be added in exempt & total turnover.	
(12)	X Pvt Ltd. sold Cigarettes (including **excise duty** of ₹5 lakhs) for ₹20 lakhs	In this case, GST will levied on 20 lakhs only but in total turnover only ₹15 lakhs will be added.	Q44 (similar)