



GST LDR Cracks

CA / CMA Inter | CS Executive

Kasa Kaay?? Ab ye kya naya?

As a student, I often found myself uncertain about what exactly should be done on the final day, that is, the day of the exam. I never really found a clear answer to this. However, I decided to go through past papers and carefully note down areas where mistakes are commonly made, as well as key points that are crucial from an exam perspective and should not be forgotten. This sheet is the result of that effort - I have truly put my heart and soul into creating it, and I hope you find it helpful. 😊

Important Links

GST Super Revision - <https://tinyurl.com/4xv5jdah>

DT Super Revision - <https://tinyurl.com/bde6sfb3>

GST Master Qs (GST Liability) - <https://youtu.be/epofFxQeg5k>

DT Master Qs (Total Income) - https://youtu.be/HHAZki_0qFQ

Telegram Link - <https://t.me/taxation0707>

YouTube Video - <https://youtu.be/NZ5BfhPIuJU>

Let's begin Bawaa..

Supply under GST	
1	Definition of goods Includes - Actionable claims Excludes - Money and Securities
2	Taxable Person - RP and person who is liable to register
3	In the course of furtherance of business It also includes business assets and not only stock in trade
4	Meaning of Family (in the definition of Related Party) <u>Spouse and Children</u> - Whether dependent or not <u>Parents, Grand Parents, Brothers, Sisters</u> - only when they are dependent



5	<p>Section 7(1)(b) and 7(1)(c) - importation of services</p> <p>We will think from the recipient's perspective</p>
6	<p>Service provided by employer to employee or vice versa Under employment - No Supply But if is not under employment - SUPPLY even though provided by employee</p>
7	<p>Principle to Agent transfer</p> <p>Considered as deemed supply ONLY if they are GOODS</p> <p>If any transfer is made by Principal to Agent in relation to the service - Sec 7(1)(a) will be applicable</p>
8	<p>Del Credere Agent</p> <p>If DCA pays the amount on behalf of the customer to the Principal - it will be considered as short term loan given by the Agent to the customer and Agent will charge interest</p> <p>Will interest be added to VOS? - it depends who raises the invoice</p> <p>If invoice is raised by the Agent - Add Interest to VOS If invoice is raised by the Principal - DONOT add Interest to VOS</p>
9	Free samples - NO SUPPLY
10	Buy 1 Get 1 - Supply of 2 goods for 1 price
11	Transfer of business as a going concern - Exempt
12	Non-compete fees - GST applicable (Supply of services)
13	Compensation for Pre-mature termination of employment (either by employee or employer) (paid by employee / employer) - NO GST
14	<p>Distinct Persons</p> <p>If 2 offices in 1 state:</p> <ul style="list-style-type: none"> - Separate registrations - Distinct Persons - Deemed supply - Single Registration - NO Distinct Persons - NO deemed supply <p>If they take single registration for both the offices then one office to be considered as PPoB and another as ApoB</p> <p>Sometimes in the Qs - they don't mention that they have not taken separate registration but instead they say 1 office is PPoB and another is ApoB - then understand that both are not distinct persons and thus not a deemed supply</p>



	I have seen this type of adjustment multiple times in GST liability Qs - so Bawaa be careful 😊
15	In negative list - there is one point of services provided by court or tribunal Court also includes Consumer Dispute Redressal Commission
16	Transportation of deceased - Negative List Transportation of patient - Exempt under medical services But Sir kya farak padta hai? Farak padta hai Bawaa - while explaining if something is exempt then you can't write it is in negative list
17	GST is NOT applicable on liquidated damages
18	Penal charges by the Banks or NBFCs - treat like liquidated damages
19	Forfeiture of earnest money - not taxable Reason - As it is mere flow of money Inter-connection - Taxable in Income Tax - Sec 51
20	Cancellation Fees - rate of original supply will be applicable
21	Mixed Supply and Composite supply Customer purchases 5 products where independent prices are mentioned in the single invoice Remember - to fall under mixed supply there has be SINGLE PRICE and not single invoice. Students make mistakes here they think it is single invoice no then mixed supply - NO - here all the supplies will be treated independently - it is neither composite nor mixed supply
22	Printing of Books, pamphlets - Supply of service Printing of envelops, cartons - Supply of goods
23	Fixed capacity charges for power - NO GST Cheque dishonour - NO GST
24	If this language comes in the exams - GST will be applicable <ol style="list-style-type: none">1. Additional floor not built by the builder against the compensation by the neighbours which want to protect its sunlight2. A shopkeeper allowing a Hawker to operate from a common pavement in front of his shop against monthly payment by the Hawker



	<p>3. An industrial unit agrees to Instal in equipment for O emission or discharges residential complex against a consideration paid by such resident welfare association, even though the emission or discharge from the Industrial unit was within the permissible limit and there was number legal obligation upon the Individual unit to do so</p>
25	Gift by employer to employee - NO GST if it is upto Rs 50,000
Charge under GST	
26	<p>Definition of Exempt supply:</p> <ul style="list-style-type: none"> - NIL rate of tax - Exempt - Non Taxable
27	<p>UTs which are UTs but treated as states in GST</p> <ul style="list-style-type: none"> - Delhi - JK - Puducherry
28	<p>Sec 9(5)</p> <p>Transportation of passengers - Usually ECO's responsibility Supplier's responsibility - Supplier - Company Vehicle - Omnibus (> 6 passengers)</p> <p>Accommodation service / House Keeping Service / Local Delivery Services</p> <p>Usually - Usually ECO's responsibility Supplier's responsibility - Supplier is RP</p> <p>Restaurant service: Usually - ECO Supplier's (restaurant) responsibility - If restaurant is located in specified premise (> 7500 per day)</p>
29	<p>RCM - GTA services</p> <p>If service is provided by GTA to Specified Person - GTA has 2 options FCM (18% / 5%) or RCM (5%)</p> <p>Specified Person - Partnership Firm (RP / URP)</p> <p>Examiner can give you that P Firm is an URP, students may get confused that URP hai to not taxable hoga but no still taxable under RCM</p>



	If Govt / Govt Dept has taken registration only to deduct TDS - then RCM will not be applicable - Exempt from tax
30	RCM - Sponsorship Services Supplier - Other than BC and Recipient should be BC / Firm
31	RCM - Renting of Residential Dwelling Supplier is irrelevant (RP / URP) Provided to RP - RCM Provided to URP - Exempt
	RCM - Renting of commercial property Supplier is relevant If RP - provided to RP / URP - FCM If URP - provided to RP - RCM to URP - No Tax
32	RCM - Director Under employment - Negative list Not under employment and in professional capacity - RCM Not under employment and in personal capacity - FCM TDS u/s 192 is deducted - No GST - -ve list TDS u/s 194J is deducted - GST applicable - FCM / RCM depends upon the nature of service [professional capacity - RCM / Personal capacity FCM]
33	RCM - Recovery agent - Recipient needs to be Banks / NBFC / FI Examiner can give you the recipient other than Bank say Car Company Be careful Bawaal!
34	RCM - use of copyright - has to be original In case of author - he can opt for FCM if satisfies 4 conditions 1. Take Registration 2. Inform GST Auth about it 3. Continue using FCM for 1 year 4. Declaration in the invoice
35	RCM - Direct Selling Agent Supplier - Individual Recipient - NBFC / Banking Co
36	RCM - BF and Agent of BC FCM - BC <pre> graph TD Bank[Bank] BC[BC] BF[BF] Agent[Agent of BC] BF -- R --> Bank Agent -- R --> BC BC -- F --> Bank </pre>



37	RCM - Security Service Supplier - Any person other than BC
38	RCM - Renting of MV Supplier - Other than BC Recipient - BC Supplier has 2 options - FCM (18% - with ITC) or RCM (5% - no ITC except for same line of business)
39	Delhi Development Authority (DDA) - not considered as local auth
40	Composition Scheme Manufacturer Trader Notified goods - No composition scheme
41	Composition scheme - effective date If new registration - Effective date of registration If existing registration - 1 st day of the subsequent FY
Place of supply	
42	Freeze the section first - Sec 10 or Sec 12
43	Confusion of Sec 12(8) and Sec 10(1)(b) Always check whether it is goods or service. Try this Mr. Mukul, a bank manager is transferred from Kolkata, West Bengal to Jodhpur, Rajasthan. His family resides at Ranchi, Jharkhand. He hires Fastman Couriers Private Limited, a registered company in Kolkata, to transport his household goods from Ranchi to Jodhpur PSL Ltd., a registered person in Chandigarh, Punjab orders from CMR Ltd., a registered person in Ranchi, Jharkhand for delivery of goods to MHT Ltd., a registered person in Ranchi, Jharkhand Answer 1: Transportation service - Sec 12(8) Answer 2: B2S2 - Sec 10 will be applicable
44	Insurance service confusion A (RP in Guj) paid for insurance premium for his parents (URP staying in Bihar) Who is the recipient? Parents - POS = Bihar
45	Sec 10(1)(ca) - Supply made to URP OIDAR / Online Money Gaming / Online / digital service: only name of state is required to be inserted in Invoice



46	Under Bill 2 Ship 2 model - always remember there are two contracts 1. Sale of goods with movement - Sec 10(1)(a) - Location of delivery 2. Bill To Ship To - Sec 10(1)(b) - Person giving direction
Exemptions	
47	Services by Charitable Trust 1. To Persons over the age of 65 YEARS in RURAL AREA - Exempt 2. Fitness camps / classes in aerobics, dance, music - TAXABLE 3. Recreational activities related to art, culture - Exempt ONLY IF provided by AN INDIVIDUAL 4. Related to sports BY THE CHARITABLE TRUST - Exempt ONLY IF provided by charitable trust 5. NO EXEMPTIONS on services provided TO Charitable trust 6. Renting of precincts of religious place meant for general public Rooms \leq 999 per day Halls, mandapam, open area \leq 9999 per day Shops \leq 9999 per month
48	Agricultural Activities 1. RICE - Loading, unloading, packing storage and warehousing - EXEMPT - Milling of paddy into rice - TAXABLE 2. FUMIGATION - in a warehouse - TAXABLE - in a farm - EXEMPT 3. Process which makes agricultural produce marketable in: - Primary Market - EXEMPT - Retail Market - TAXABLE
49	Education 1. Transportation of student / faculty / staff - EXEMPT 2. Service of Transportation of students to School - EXEMPT Transportation of students to other than school - TAXABLE 3. Online journals - TO COLLEGE - EXEMPT 4. Exam related services goods - Exempt 5. Mess services (i) Inhouse - Exempt (ii) Outsourced to third party and they provided it: To School - Exempt To other than school - TAXABLE 6. Security service OUTSIDE the school premise - TAXABLE
50	Medical services



	<ol style="list-style-type: none"> 1. Room rent > Rs 5,000 - Taxable except for ICU, ICCU, NICU, CCU 2. Cord Blood bank - TAXABLE 3. Foods to in-patient - Exempt Not In-Patient - Taxable 4. REIKI - Not a recognized system of medicine
51	<p>Services provided by the government</p> <ol style="list-style-type: none"> 1. Old age home - Exempt if consideration $\leq 25,000$ pm Age ≥ 60 2. Tolerating non performance of contract in the form of fine or liquidated damages - Exempt 3. Assignment of right to use natural resources to INDIVIDUAL - Exempt If given to company - Taxable 4. Renting of immovable property: <ul style="list-style-type: none"> - By Ministry of Railways - ALWAYS FCM - Other than MOR - to RP = RCM to URP = FCM
52	<p>Services to government</p> <ol style="list-style-type: none"> 1. Insurance - 100% premium is to be paid by the government 2. Training program - $\geq 75%$ is borne by the government 3. Pure services - Exempt (Exempt even if proportion of goods $\leq 25%$ of the total invoice)
53	<p>Construction service</p> <ol style="list-style-type: none"> 1. Pure labour service for Housing for All Urban Mission / Pradhan Mantri Awas Yojana - Exempt 2. Pure labour service - Single Residential Commercial Unit - Exempt If repairs of Single Residential Commercial Unit - Taxable
54	<p>Transportation of passenger</p> <ol style="list-style-type: none"> 1. Public transport in-land waters <ul style="list-style-type: none"> - Government ship - Exempt - Privately owned - Exempt 2. Metered cabs (including e-rickshaws power ≤ 4000 watts) 3. RCS airport [Viability Gap Funding] - Exempt for 3 years from the commencing of operations of RCS airports
55	<p>Transportation of goods</p> <ol style="list-style-type: none"> 1. By Rail / Vessel / GTA - of specified goods - Exempt 2. By Courier Co (Specified / Non Specified) / Local delivery services (Specified / Non Specified) / [R / V / GTA (Other than specified goods)] - Taxable
56	<p>Banking services</p> <ol style="list-style-type: none"> 1. Bank charges for settlement upto 2000 to payment aggregator gateway - Exempt
57	<p>Life insurance Services</p>



	Life micro insurance product - max cover upto 2L
58	BC / BF Account in Rural Area - Exempt Urban area - Taxable
59	Long Term Leasing By SG Industrial Development Corporations or by any other entity having 20% or more ownership of CG, SG, UT TO industrial units or developers in any industrial or financial business area - Upfront amount - Exempt - Subsequent rents - Taxable
60	Preferential Location Charges of flat Depends upon the taxability of flat
61	Legal services 1. By Sr Adv / Adv To Business Entities T/O in the last FY ≤ Registration limit - Exempt > Registration limit - RCM 2. By Sr Advocate to Advocate / Firm of advocates - RCM if T/O of the recipient > Registration limit in the last FY 3. By Advocate to Advocate / Firm of advocates - Exempt irrespective of the T/O
62	Right to admission - ANY AMOUNT - Exempt - Museum, national park, zoo etc - ≤ 500 - Exempt - Other
63	To Recognized Sports Body (in a recognized sporting event) by 1. TCS (Technical Experts / Commentator / Selector) - Taxable 2. Coach / Manager / Umpire / Referee / Player - Exempt
64	Co-operative society 1. Monthly maintenance charges ≤ 7500 - Exempt 2. This limit is per flat and not per member 3. If provided as pure agent - do not consider the amount charged in 7500 calculation
65	Miscellaneous 1. Transfer of business concern - Exempt 2. Accommodation service to URP - Exempt - 3 conditions i. Accommodation service ii. Rent per month ≤ 20,000 iii. Continuous stay of 90 days (≥ 90 days) 3. Exhibition held OUTSIDE India - Exempt 4. By Foreign Diplomatic Mission - Exempt To Foreign Diplomatic Mission - Taxable



	<p>5. Renting of MV</p> <ol style="list-style-type: none"> 1. To State Transport Undertaking (> 12 passengers) - Exempt 2. To GTA - Exempt 3. EV to local authority - Exempt 4. Any person who is providing transportation service to school <p>6. Honorarium paid to guest anchors - Exempt Liability would arise in case threshold exemption limit for services is crossed</p> <p>7. Trucks given on rent to mining operators (with driver and fuel) - renting of MV and NOT transportation of goods</p>
Time of Supply	
66	<p>Advance received towards sale of goods (FCM) - No treatment in the current month</p> <p>Advance received towards supply of services - Consider it as taxable supply for the current month</p>
Value of Supply	
67	<p>Subsidy</p> <p>Linked to price - given by Govt - Do not add by Others - Add Not Linked to price - NEVER ADD</p> <p>When to consider whether the subsidy is not linked to price? Whenever any information about lumpsum amount is received is given</p>
68	Interest charged but waived off - never consider
69	<p>Interest / Late Fees / Penalty - always assumed to be inclusive of GST (if GST rate is given in the question)</p> <p>This assumption is only for CA students .For CMA and CS - take full value which is given in the Qs in the VOS</p>



ITC	
70	<p>180 days condition - not applicable to</p> <ol style="list-style-type: none">1. RCM supplies2. Deemed supply3. When the recipient pays to the third party on behalf of the supplier <p>If part payment is made within 180 days say 40% - reverse ITC only of 60%</p>
71	<p>Time limit to avail ITC on dr note and invoice - consider independently</p>
72	<p>Sec 17(5) - Motor Vehicle DOES NOT include</p> <ol style="list-style-type: none">1. vehicle with < 4 wheels and engine capacity upto 25 cc - in these case ITC is allowed2. Rail (fixed rail)3. SPV used in the factory or in enclosed premise
73	<p>Works contract and Self construction</p> <ol style="list-style-type: none">1. Sec 17(5) applies only when the expense is capitalized. If treated as revenue expenditure - allow it as deduction2. NOT TREATED AS P/M Pipeline outside the factory Construction of telecom tower3. TREATED AS P/M Cement foundation for mounting P/M Ducts and Manholes
74	<p>Sec 18 - Conversion from URP to RP ITC only of Inputs</p> <p>Theory to remember: Declaration ≤ 30 days from the receipt of registration certificate If value of ITC $> 2L$ = certificate from practicing CA / CMA</p>
75	<p>Sec 18(6) - Transfer of capital asset within 5 years Reversal - Higher of Ineligible ITC or Outward Liability</p> <p>Exception - in case of refractory bricks, jigs, moulds, dyes, tools, fixtures - Reversal = Ineligible ITC or Outward Liability</p>
76	<p>Received invoice on time but it was E invoice and IRN was not mentioned there - will we get the ITC?</p> <p>NO - Reason to be written in WN - the invoice is invalid</p>
77	<p>Ex-works model - date of receipt = when goods are handed over by OEM to transporter</p>



Registration	
78	Notified goods - even though intra state - cannot be 40L either 10L or 20L
79	Always remember - in case if supply of goods or goods + services (NOT ONLY SERVICES) - inter-state sale - mandatory registration
80	Handicraft goods: Other than MMTN and SAMPUT states - exclusively goods intra state supply = 40L Inter-state - Mandatory 20L
81	Aggregate turnover Taxable + Exempt + Export + Inter-state + outward RCM Exclude: Inward RCM supply + Taxes
82	In case of physical verification of premises - personal presence is not required
83	Rule 10A exceptions 1. TDS deductors 2. TCS collectors 3. Suo-moto In simple words - these people will have to furnish bank details along with Part B of REG-01
84	Change in the constitution - amendment not possible
Tax Invoice, Dr note, Cr note	
85	If supply is ceased before its completion Invoice shall be issued before such cessation
86	Goods sent for exhibition on the basis of delivery challan - No Supply Goods to be either sold or returned within 6 months from the date of removal - ELSE deemed to be considered as sold
87	Consolidation of revised tax invoice - limit is 2.5L Consolidation of entries in GSTR-1 - limit is 1L
88	Invoice cum Bill of Supply Supplier - RP Supply - Taxable + Exempt Recipient - URP
89	Time limit to issue credit note is earlier of 30 Nov of the next FY or Actual date of filing Annual Return No limit for issuing debit note
90	E invoice - Limit 5Cr



	<p>Not applicable to:</p> <ol style="list-style-type: none"> 1. SEZ units (not developers) 2. GTA 3. RP supplying passenger transporting services 4. Insurer / Banking Co / FI 5. Govt dept / Local Authority <p>NO E Invoice when supply by RP to URP</p>
91	1 unit is in SEZ and another in DTA - consider both unit's T/O while computing total turnover for eligibility purpose
92	<p>QR Code</p> <p>B2B Agg t/o of any FY from FY 17-18 \leq 5 Cr - No E-invoice / No QR Agg t/o of any FY from FY 17-18 $>$ 5 Cr - E-invoice / QR required</p> <p>B2C Agg t/o of any FY from FY 17-18 \leq 500 Cr - No E-invoice / No QR Agg t/o of any FY from FY 17-18 $>$ 500 Cr - No E-invoice / QR reqd</p>
93	Financial credit note is different than GST credit note - Financial credit note does not have GST any impact
E Way Bill	
94	Limit for issuing EWB - Rs 50,000 includes Taxable supply + GST
95	<p>Mandatory EWB</p> <ol style="list-style-type: none"> 1. INTER-STATE transfer of goods by Principal to JW 2. INTER-STATE transfer of handicraft goods by a person exempted from obtaining registration
96	Goods transported by railways - no need to carry EWB. EWB to be presented at the time of taking delivery of the goods. Carry Invoice / delivery challan
97	<p>EWB Part B is not required Part A is required</p> <p>Supply is intra state and location from consignor to transporter OR Transporter to Consignee is upto 50 Kms</p>
98	<p>Normal Cargo - 1 day for every 200 km or part thereof</p> <p>Over-dimensional cargo - 1 day for every 20 km or part thereof</p> <p>Multi-modal shipment - 1 day for every 20 km or part thereof</p> <p>Time limit will start from the next day midnight</p> <p>EWB raised at 12:03 AM - 7 July 2026 valid for 5 days</p> <p>Validity start from 8 July till 12 July</p>



Accounts and Records	
99	Keeping of BOA Of PPOB - at PPOB Of APOB - at APOB
100	Period of retention 72 months from due date of furnishing annual return In case of any pending appeal 1 year from the final disposal OR 72 months from due date of furnishing annual return - LATER
Payment of taxes	
101	Interest on delayed payment is 18% p.a.
102	Amount can be credited to E Cash ledger by depositing cash Limit = Rs 10,000 Exception: Govt dept
103	Inter-head transfer is possible (minor or major heads) - PMT-09 Can we transfer the balance from E Cash Ledger to the e cash ledger of distinct person? Yes Condition: no outstanding balance of the transferor entity
104	Form GSTR 3B - Delay Payment of Tax - Delay = Interest on 'Net' balance after deducting balance in ECL
105	Order of adjustment of tax liability <ol style="list-style-type: none"> 1. Self assessed tax + other dues - Previous tax period 2. Self assessed tax + other dues - Current tax period 3. Other amount payable including demand determined u/s 74A
106	Wrong availment - no problem no interest Wrong utilization - Problem and thus interest is applicable Good ITC - 50 Wrongly availed ITC - 40 O/p tax - 60 Interest only on 10 [Use good ITC first and then wrongly availed ITC]
TDS TCS under GST	
107	Metal scrap RP to RP = Taxable - FCM - TDS RP to URP = Taxable - FCM - NO TDS as recipient is URP URP to RP = Taxable - RCM - NO TDS as recipient is liable to pay tax URP to URP = Not Taxable - No TDS



108	NO TDS 1. Contract Price Invoice price \leq 2.5L (ONLY Taxable Supply without GST) 2. Intra state supply and Recipient is in a different state 3. Specified person to specified person
109	TCS is applicable when Sec 9(5) does not apply
GST Return	
110	Consolidation of entries in GSTR-1 - 1L
111	GSTR-1A - after filing GSTR-1 and before filing GSTR-3B GSTR-1A filed in the current year - ITC in GSTR-2B will be reflected in the next month
112	Annual return amendment: Not required to file if Agg T/O is upto 2 Cr from FY 2024-25
113	Final return to be filed when registration surrendered / cancelled Due date: 3 months from the later date of Date of cancellation OR order of cancellation
114	Practicing CA does not automatically become GST practitioner Legal language to be written in the answer: 1. Holding a certificate of practise as a charter accountant and having GST registration does not imply that Chartered Accountant is a GST practitioner as well 2. For becoming a GST practitioner even a CA in practice has to follow the enrolment process of GSTP as provided under the GST law and only upon approval of such enrolment a practicing CA can represent himself as GSTP
115	In case of winding up of a business - annual return to be filed final return? Both the returns and their purposes are different. Final return to be filed when the registration is surrendered or cancelled

All the best 😊

I genuinely hope that you have found this sheet helpful - let's finish it this time.

Share it with all your friends 😊

Amit Bhaiya

CA Amit Mahajan