



GST Liability Questions

May / June / Sept / Dec 2026 and Jan 2027

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

Session 1 - <https://youtube.com/live/PxLQe2wdVkQ?feature=share>

Session 2 - <https://youtube.com/live/t97gCk6uL-8?feature=share>

Compilation of ALL adjustments - <https://youtu.be/epofFxQeg5k>

Question 1

M/s. Grey, a registered taxable person under regular scheme provides following information in respect of supplies made by it during the month of April, 2019:

<i>Particulars</i>	<i>(All amount in rupees)</i>
<i>(i) Inter-state supply of goods</i>	<i>1,00,000</i>
<i>(ii) Intra-state supply of 500 packets of detergent @ Rs. 400 each alongwith a plastic bucket worth Rs. 100 each with each packet, being a mixed supply. (Rate of GST on detergent is 18% and on plastic bucket is 28%)</i>	
<i>(iii) Supply of online educational journals to M/s. Pinnacle, a private coaching centre providing tuitions to students of Class X-XII, being intra-state supply.</i>	<i>50,000</i>

M/s. Grey has also received the following inward supplies:

<i>(iv) Inter-state supply of goods (out of which invoice for goods worth Rs. 20,000 is missing and no other tax paying document is available)</i>	<i>70,000</i>
<i>(v) Repairing of bus with seating capacity of 20 passengers used to transport its employees from their residence, being intra-state supply.</i>	<i>50,000</i>



Details of opening balances of ITC as on 1-4-2019 are as follows:

CGST	5,000
SGST	5,000
IGST	40,000

Following additional information is provided :

- Rate of GST in respect of all inward and outward supplies except item (ii) above is 18%. i.e. CGST and SGST @ 9% and IGST @ 18%.**
- All figures mentioned above are exclusive of taxes.**
- All the conditions for availing the ITC have been fulfilled except specifically given and M/s. Grey is not eligible for any threshold exemption.**

Solution:

Computation of minimum net GST payable in cash by M/s. Grey for the month of April, 2019

Particulars	Value (Rs)	CGST (Rs)	SGST (Rs)	IGST (Rs)
Total tax liability				
Inter-State supply of goods	1,00,000			18,000
Intra-State supply of 500 packets of detergents along with a plastic bucket [Note-1]	2,00,000 (500 × 400)	28,000 (2,00,000 × 14%)	28,000 (2,00,000 × 14%)	
Supply of online educational journal to private coaching centre [Note-2]	50,000	4,500 (50,000 × 9%)	4,500 (50,000 × 9%)	
Total tax liability (A)		32,500	32,500	18,000
Input tax credit (ITC)				



Brought forward ITC		5,000	5,000	40,000
Inter-State purchase of goods [Note-3]	50,000			9,000
Repairing of bus with seating capacity of 20 passengers [Note-4]	50,000	4,500	4,500	
Total ITC (B)		9,500	9,500	49,000
Minimum net GST payable in cash				
Total tax liability		32,500	32,500	18,000
Less: Set off of IGST liability from IGST credit				(18,000)
Set off IGST credit against CGST and SGST liability in any order and in any proportion		(23,000)	(8,000)	
Set off of CGST and SGST credit against CGST and SGST liability respectively		(9,500) CGST	(9,500) SGST	
Minimum net GST payable in cash		Nil	15,000	Nil

Notes:-

1. Supply of detergent and bucket together with a single price of Rs. 400 is a mixed supply. Being a mixed supply comprising of two supplies, it shall be treated as supply of that particular supply that attracts highest rate of tax (28%).
2. Supply of online educational journal is exempt only when the same is provided to an educational institution which provides a qualification recognised by law. Since, the private coaching centre



does not provide any recognised qualification, the supply of online educational journals to the same will be taxable.

3. ITC can be taken only on the basis of a valid tax paying document. Thus, ITC will not be available on goods for which the invoice is missing.
4. ITC on motor vehicles for transportation of persons with seating capacity > 13 persons (including the driver) used for any purpose is allowed. Further, ITC is allowed on repair and maintenance services relating to motor vehicles, ITC on which is allowed.

Note: Under the amended position of law, the IGST credit, after being set off against IGST liability, can be utilised against CGST and SGST liability in any order and in any proportion. Thus, there cannot be one answer for the minimum net CGST and SGST payable in cash [i.e. GST liability] as the amount of CGST and SGST liabilities are the same as also the amount of ITC for CGST and SGST is also the same.



Question 2

X Electronics is a registered manufacturer of electrical appliances. It made contract with dealers, that purchase of air conditioners of capacity 1.5 ton in the month of October, 2020 of quantity of more than 50 units will entitle them for 10% discount. Inter-State supply made during the month of October 2020 is Rs. 50,00,000 Details of

Intra- State supply:

<i>Particulars</i>	<i>Amount (Rs.)</i>
<i>Supply of Microwave Oven</i>	<i>15,00,000</i>
<i>Supply of Refrigerators with Stabilizers being a mixed supply, rate of GST on Refrigerator is 28% (14% CGST & 14% SGST), rate of GST on Stabilizer is 18% (9% CGST & 9% SGST)</i>	<i>40,00,000</i>
<i>Supply of Air Conditioners of capacity 1.5 Ton @ Rs. 50,000 per Air Conditioner</i>	<i>50,00,000</i>

Intra-State inward supplies are :

<i>Particulars</i>	<i>Amount (Rs.)</i>
<i>Raw material</i>	<i>20,00,000</i>
<i>Paid Gym membership for employees</i>	<i>50,000</i>
<i>Truck purchased for transportation of goods</i>	<i>30,00,000</i>

X Electronics made supply of Air Conditioners (capacity 1.5 ton) to only one dealer named Mr. L. Gym membership for employees is not obligatory for X Electronics under any law.

Opening Balance of ITC is as under:

CGST: Rs. 58,000
SGST: Rs. 70,000
IGST: Rs. 10,00,000

Note:

- (i) Rate of CGST, SGST and IGST are 9%, 9% and 18% respectively for both inward and outward supplies except where specifically provided.*
- (ii) Both inward and outward supplies are exclusive of taxes.*



(iii) All the conditions for availing the ITC have been fulfilled.
 Compute the Net GST payable in cash by X Electronics for the month of October, 2020.

Solution:

Computation of net GST payable in cash by X Electronics for October 2020

S. No.	Particulars	Amount (Rs.)	CGST (Rs.)	SGST (Rs.)	IGST (Rs.)
1	Intra-State supply				
	Supply of microwave oven	15,00,000	1,35,000	1,35,000	
	Supply of refrigerators with stabilizers	40,00,000	5,60,000	5,60,000	
	[Being mixed supply, the supply shall be treated as a supply of that particular supply which attracts the highest rate of tax and taxed accordingly. Thus, it will be taxed @ 14% CGST and 14% SGST.]				
	Supply of 100 (Rs. 50 lakh/ Rs. 50,000) air conditioners	45,00,000	45,00,000	4,05,000	
	[Since 100 air conditioners have been supplied, discount @ 10% will be available.]	[Rs. 50,00,000 x 90%]			



II	Inter-State supply @ 18%	50,00,000			9,00,000
	Total outward tax liability		11,00,000	11,00,000	9,00,000
	Less: Input Tax Credit (Refer Working Note below)				
	IGST credit first utilized towards payment of IGST. Remaining amount can be utilized towards CGST and SGST in any order and in any proportion		1,00,000 (IGST)		9,00,000 (IGST)
	CGST credit set off against CGST liability and SGST credit set off against SGST liability as CGST credit cannot be utilized towards payment of SGST and vice versa.		5,08,000 (CGST)	5,20,000 (SGST)	
	Net GST liability payable in cash		4,92,000	5,80,000	Nil

Working Note

Computation of ITC available with X Electronics

Particulars		CGST	SGST @ 9% (Rs.)	IGST @ 18% (Rs.)
Opening balance of ITC		58,000	70,000	10,00,000



Intra-State inward supplies				
Raw material	20,00,000	1,80,000	1,80,000	
Gym membership for employees	50,000	Nil	Nil	
[ITC on membership of a health and fitness centre is blocked if there is no statutory obligation for the employer to provide the same.]				
Truck purchased for transportation of goods	30,00,000	2,70,000	2,70,000	
[ITC on motor vehicles used for transportation of goods is not blocked ² .]				
Total ITC		5,08,000	5,20,000	10,00,000

Note: In the above answer, tax payable in cash has been computed by setting off the IGST credit against CGST liability. However, since IGST credit can be set off against CGST and SGST liability in any order and in any proportion, the same can be set off against CGST and/or SGST liabilities in different other ways as well. In all such cases, net CGST and net SGST payable in cash will differ though the total amount of net GST payable (Rs. 10,72,000) in cash will remain the same.



Question 3

XY of Kolkata is engaged in supply of various goods and services. It pays GST under regular scheme. The following information is provided by it for the month of July:

<i>Payments</i>	<i>Amount</i>	<i>Receipts</i>	<i>Amount</i>
	<i>(Rs.)</i>		<i>(Rs.)</i>
<i>Inter-State purchases of office stationery</i>	<i>1,40,000</i>	<i>Inter-State supply of office stationery</i>	<i>2,00,000</i>
<i>Repairing of lorry used to transport goods from warehouse to clients' location [Intra-State supply]</i>	<i>1,00,000</i>	<i>Intra-State supply of 500 combi packs containing one calculator and one diary</i>	<i>4,00,000</i>
		<i>Intra-State supply of services of business correspondent to Shubhvidhi Bank with respect to accounts in its urban area branch</i>	<i>1,00,000</i>

The following additional information is provided by 'XY' in relation to the above receipts and payments:

- 10% of the inter-State supply of office stationery are made to unregistered persons.*
- Each combi pack (containing a calculator and a diary) is priced at Rs. 800. The calculator and the diary are individually priced at Rs. 700 and Rs. 200 respectively.*
- An invoice of Rs. 40,000 towards purchase of office stationery is missing and no other tax paying document is available in respect of such goods.*
- All the figures mentioned above are exclusive of taxes, wherever applicable.*



- e) Rates of CGST, SGST and IGST for all services, office stationery and calculator are 9%, 9% and 18% respectively. Rates of CGST, SGST and IGST for diary are 14%, 14% and 28% respectively.
- f) Subject to the information given above, all the necessary conditions for availing input tax credit have been fulfilled.
Details of opening balances of input tax credit as on 1st July is given here under:

Tax	Amount (Rs.)
CGST	5,000
SGST	5,000
IGST	80,000

Compute the minimum net GST [CGST, SGST or IGST, as the case may be] payable in cash by 'XY' for the month of July.

Solution:

Computation of minimum net GST payable in cash by 'XY' for the month of July

Particulars	Value (Rs.)	CGST (Rs.)	SGST (Rs.)	IGST (Rs.)
Total tax liability				
Inter-State supply of stationery [Note1]	2,00,000			36,000
Intra-State supply of 500 combi packs of calculators and diaries [Note-2]	4,00,000 (500 x 800)	56,000 (4,00,000 x 14%)	56,000 (4,00,000 x 14%)	



Intra-State supply of services of business correspondent to a Shubhvidhi Bank with respect to accounts in its urban area branch [Note-3]	1,00,000	9,000 (1,00,000 x 9%)	9,000 (1,00,000 x 9%)	
Total tax liability		65,000	65,000	36,000
Input tax credit (ITC)				
Brought forward ITC		5,000	5,000	80,000
Inter-State purchase of office stationery [Note-4]	1,00,000			18,000
Intra-State repairing of lorry used for transportation of goods [Note-5]	1,00,000	9,000	9,000	
Total ITC		14,000	14,000	98,000
Minimum net GST payable in cash				
Total tax liability		65,000	65,000	36,000
IGST credit being set off against IGST liability				(36,000)
IGST credit being used to pay CGST and SGST liability in any order and in any proportion		(11,000)	(51,000)	
CGST & SGST credit being used to pay CGST & SGST liability respectively		(14,000) CGST	(14,000))SGST	
Minimum net GST payable in cash		40,000	Nil	Nil



Notes:-

1. *Taxable supplies made by a registered person are liable to tax irrespective of whether they are made to a registered person or to an unregistered person.*
2. *Supply of calculator and diary as a combi pack with a single price of Rs. 800 is a mixed supply. Being a mixed supply comprising of two supplies, it shall be treated as supply of that particular supply which attracts highest rate of tax.*
3. *Services provided by a business facilitator/ business correspondent to a banking company only with respect to accounts in its rural area branch are exempt and not with respect to accounts in its urban area branch .*
4. *ITC can be taken only on the basis of a valid tax paying document. Thus, ITC will not be available on goods for which the invoice is missing.*
5. *ITC on motor vehicles used for transportation of goods is allowed. Further, ITC is allowed on repair and maintenance services relating to motor vehicles, ITC on which is allowed.*

Note: IGST credit, after being set off against IGST liability, can be utilised against CGST and SGST liability in any order and in any proportion. Thus, there cannot be one answer for the minimum net CGST and SGST payable in cash as the amount of CGST and SGST liabilities are the same as also the amount of ITC for CGST and SGST is also the same.



Question 4

Mr. Prithviraj, registered under GST, is engaged in supplying services (as discussed in the table below) in Maharashtra. He has furnished the following information with respect to the services provided/ received by him, during the month of February:

S. No.	Particulars	Amount (₹)
(i)	Carnatic music performance given by Mr. Prithviraj to promote a brand of readymade garments	1,40,000
(ii)	Outdoor catering services availed for a marketing event organised for his prospective customers	50,000
(iii)	Services of transportation of students provided to Subhaskar College providing education as part of a curriculum for obtaining a recognised qualification	1,00,000

(iv)	Legal services availed for official purpose from an advocate located in Gujarat	1,75,000
(v)	Services provided to Wealth Bank as a business correspondent with respect to accounts in a branch of the bank located in urban area	2,00,000
(vi)	Recovery agent's services provided to a car dealer	15,000
(vii)	General insurance taken on a car (seating capacity 5) used for official purposes	40,000

Note:

- (i) Rates of CGST, SGST and IGST are 9%, 9% and 18% respectively.
- (ii) All inward and outward supplies are exclusive of taxes, wherever applicable.
- (iii) All the conditions necessary for availing the ITC have been fulfilled.
- (iv) All the transactions mentioned above are Intra-State unless information for determination of place of supply is given.
- (v) The turnover of Mr. Prithviraj was ₹ 2.5 crore in the previous financial year.

Compute the net GST payable in cash, by Mr. Prithviraj for the month of February.



Solution

Computation of GST payable

Particulars	Value of supply (₹)	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
GST payable under forward charge				
Carnatic music performance given to promote a brand of readymade garments [Carnatic music performance by Mr. Prithviraj is not exempt from GST even though the consideration charged does not exceed ₹ 1,50,000 since said performance has been made by him as a brand ambassador.]	1,40,000	12,600	12,600	Nil
Services of transportation of students provided to Subhaskar College [Services of transportation of students provided to an educational institution other than an institution providing pre-school education or education up to higher secondary school, are not exempt.]	1,00,000	9,000	9,000	Nil
Services provided to Wealth Bank as a business correspondent [Services provided by a business correspondent to a banking company are not exempt when such services are provided with respect to accounts in its urban area branch.]	2,00,000	18,000	18,000	Nil



Services provided as a recovery agent [Tax is payable under forward charge since recovery agent's services are being provided to a person other than banking company/financial institution/non-banking financial company.]	15,000	1,350	1,350	Nil
Total GST payable under forward charge (A)		40,950	40,950	Nil
GST payable under reverse charge				
Legal services availed from an advocate [Legal services received by a business entity with aggregate turnover in the preceding financial year exceeding threshold limit for registration (₹ 20 lakh) are not exempt and tax on the same is payable under reverse charge. Further, since place of supply is Maharashtra, being the location of registered person, thus same is an Inter-State supply.]	1,75,000	Nil	Nil	31,500
Total GST payable under reverse charge (B)		Nil	Nil	31,500
Total GST payable [(A)+(B)]		40,950	40,950	31,500



Computation of total ITC available

Particulars	Value of supply (₹)	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
Outdoor catering services availed [ITC on outdoor catering services is blocked except when such services are (i) used by the taxpayer who is in the same line of business or (ii) provided by the employer to its employees under a statutory obligation.]	50,000	Nil	Nil	Nil
Legal services availed [ITC is available as said services are used in course or furtherance of business.]	1,75,000	Nil	Nil	31,500
General insurance taken on a car (seating capacity 5) used for official purposes [ITC on motor vehicles for transportation of persons with seating capacity ≤ 13 persons (including the driver) is blocked except when the same are used for (i) making further taxable supply of such motor vehicles (ii) making taxable supply of transportation of passengers (iii) making taxable	40,000	Nil	Nil	Nil



supply of imparting training on driving such motor vehicles. Further, ITC is not allowed on services of general insurance relating to such ineligible motor vehicles.]				
Total ITC available		Nil	Nil	31,500

Computation of net GST payable in cash

Particulars	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
GST payable under forward charge	40,950	40,950	Nil
Less: ITC of IGST ¹	(15,750) IGST	(15,750) IGST	-
	25,200	25,200	Nil
Add: GST payable under reverse charge in cash [Tax payable under reverse charge, being not an output tax, cannot be set off against ITC and thus, will have to be paid in cash.]	<u>Nil</u>	<u>Nil</u>	<u>31,500</u>
Net GST payable in cash	25,200	25,200	31,500



Question 5

Mr. Sagar Chaturvedi, registered under GST, is engaged in supplying multiple services (as discussed in the table below) in Mumbai, Maharashtra. He has furnished the following information with respect to the services supplied and received by him, during the month of April:

S. No.	Particulars	Amount (₹)
(i)	Services of transportation of students provided to Sanskar College offering the degree courses recognized by law.	90,000
(ii)	Outward supply of services of milling of paddy into rice	1,80,000
(iii)	Received the services by way of transportation of goods by road from Sindhu Transporters, an unregistered Goods Transport Agency of Nagpur, Maharashtra.	2,00,000
(iv)	Organized a business exhibition in Gujarat for Ramesh Industries, registered in Delhi.	20,00,000
(v)	Provided training at his Mumbai Office to employees of Aashiyana Interiors, a proprietorship concern of Rajasthan, which was not registered under GST.	1,00,000
(vi)	Recovery agent's services provided to a car dealer	30,000
(vii)	Legal services availed for official purpose from an individual advocate located in Gujarat	1,60,000
(ix)	Sponsored his business in a Cricket Match, organized by Mumbai Cricket Association, Maharashtra wherein he paid an amount of ₹ 1,50,000 to the association.	

Note:

- (i) Rates of CGST, SGST and IGST are 9%, 9% and 18% respectively for both inward and outward supply of services except the service of transportation of goods by GTA, on which the rates of CGST, SGST and IGST are 2.5%, 2.5% and 5% respectively.



- (ii) All inward and outward supplies are exclusive of taxes, wherever applicable.
- (iii) All the conditions necessary for availing the ITC have been fulfilled.
- (iv) The turnover of Sagar was ₹ 1.8 crore in the previous financial year.
- (v) All the above mentioned supplies are intra-state, wherever the information for determining the place of supply is not provided.

Compute the net GST payable in cash, by Sagar for the month of April.

Solution

Computation of GST payable

Particulars	Value of supply (₹)	CGST (₹)	SGST (₹)	IGST (₹)
GST payable under forward charge				
Services of transportation of students provided to Sanskar College [Services of transportation of students provided to an educational institution other than an institution providing pre-school education or education up to higher secondary school or equivalent, are not exempt.]	90,000	8,100 [90,000 x 9%]	8,100 [90,000 x 9%]	Nil
Services of milling of paddy into rice. [Milling of paddy into rice cannot be considered as an intermediate production process in relation to	1,80,000	16,200 [1,80,000 x 9%]	16,200 [1,80,000 x 9%]	Nil



cultivation of plants for food, fibre or other similar products or agricultural produce. Thus, it is not eligible for exemption.]				
Business exhibition organized for Ramesh Industries [Taxable since services by an organizer to any person in respect of a business exhibition are exempt only when such exhibition is held outside India. Further, it is an inter-State supply since the place of supply of services by way of organization of a cultural, artistic, sporting, scientific, educational or entertainment event including supply of services in relation to an exhibition in case of a registered recipient is location of such recipient, i.e. Delhi.]	20,00,000	Nil	Nil	3,60,000 [20,00,000 x 18%]
Training to employees of Aashiyana Interiors. [Taxable. Further, the place of supply of services in relation to training and performance appraisal provided to an unregistered person, shall be the location where the services are actually performed. Thus,	1,00,000	9,000 [1,00,000 x 9%]	9,000 [1,00,000 x 9%]	Nil



place of supply is Mumbai. Hence, it is an Intra-State supply.]				
Services provided as a recovery agent [Tax is payable under forward charge since recovery agent's services are being provided to a person other than banking company/financial institution/ non-banking financial company.]	30,000	2,700 [30,000 x 9%]	2,700 [30,000 x 9%]	Nil
Total GST payable under forward charge (A)		36,000	36,000	3,60,000
GST payable under reverse charge				
Services of transportation of goods received from unregistered GTA [It is intra-State supply since the place of supply of services by way of transportation of goods provided to a registered recipient is location of such recipient, i.e., Maharashtra.]	2,00,000	5,000 [2,00,000 x 2.5%]	5,000 [2,00,000 x 2.5%]	Nil
Legal services availed from an advocate [Legal services received by a business entity with aggregate turnover in the preceding financial year exceeding threshold limit	1,60,000	Nil	Nil	28,800 [1,60,000 x 18%]



for registration (₹ 20 lakh) are not exempt and tax on the same is payable under reverse charge. Further, place of supply of services provided to a registered person is the location of such person. Thus, place of supply is Mumbai. Resultantly, same is an inter-State supply as supplier is located in Gujarat.]				
Total GST payable under reverse charge (B)		5,000	5,000	28,800

Computation of total ITC available

Particulars	Value of supply (₹)	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
Services of transportation of goods received from unregistered GTA [ITC is available on said service since it is used in course or furtherance of business.]	2,00,000	5,000 [2,00,000 x 2.5%]	5,000 [2,00,000 x 2.5%]	Nil
ITC on sponsorship services (It is an intra-State supply, since place of supply is Mumbai, Maharashtra, being the location of recipient. ITC is available on services used in the course or furtherance of business.)	1,50,000	13,500 [1,50,000 x 9%]	13,500 [1,50,000 x 9%]	Nil



Legal services availed from an advocate [ITC is available on services used in the course or furtherance of business.]	1,60,000	Nil	Nil	28,800 [1,60,000 x 18%]
Total ITC available		18,500	18,500	28,800

Computation of net GST payable in cash

Particulars	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
GST payable under forward charge	36,000	36,000	3,60,000
Less: ITC	<u>18,500</u>	<u>18,500</u>	<u>28,800</u>
	17,500	17,500	3,31,200
Add: GST payable under reverse charge in cash [Tax payable under reverse charge, being not an output tax, cannot be set off against ITC and thus, will have to be paid in cash.]	<u>5,000</u>	<u>5,000</u>	<u>28,800</u>
Net GST payable in cash	22,500	22,500	3,60,000



Question 6

DEF Pvt. Ltd., a registered supplier of goods and services in Pune, Maharashtra, has furnished the following details for the month of January, 2025. The turnover of DEF Pvt. Ltd. was 3.2 crores in last financial year.

S. No.	Particulars	Amount (₹)
1.	Intra State supply of taxable goods	5,20,000
2.	F Ltd. of Mumbai (unregistered) had promised to DEF Pvt. Ltd. in Oct 23 to complete contract within 3 months, but they were not able to complete committed contract, so DEF Pvt. Ltd. received consideration for non-performance of contract on time as decided by pre written agreement.	2,00,000
3.	DEF Pvt. Ltd. had provided service of booking of flight tickets for employee of H Enterprise (registered in Delhi) in the economy class from Bagdogra (West Bengal) to Pune Maharashtra.	20,000
4.	DEF Pvt. had purchased goods worth 5,00,000 from R Ltd. (registered in Gujarat) on 15.03.2024. Now R Ltd. issued debit note on 15.01.2025 for post delivery service to DEF Pvt. Ltd. as per part of terms of sales.	25,000
5.	DEF Pvt. Ltd. had sold one of its unit in Pune as a going concern (with all goods and unexecuted orders) to H Ltd. (registered in New Delhi)	10,00,000
6.	DEF Pvt. Ltd. had provided service to Mr. Y (registered in Punjab) to organise business exhibition in Dubai.	5,00,000
7.	Inter-State supply of service	10,00,000
8.	Amount towards receipt of intra State services	6,00,000
9.	Purchase of confectionery items which are to be used to supply free of cost to customers in a customer meet organised by DEF Pvt. Ltd.	1,00,000



Opening balance of Input Tax credit at the beginning of Jan 2024,

CGST ₹25,000

SGST ₹25,000

IGST ₹30,000

Additional Information:

(1) Rates of CGST, SGST and IGST are 9%, 9% and 18% respectively unless otherwise mentioned.

(2) Both inward and outward supplies are exclusive of taxes, wherever applicable.

[3] All the conditions necessary for availing the ITC have been fulfilled. From the information given above, compute the output tax liability and input tax credit available to DEF Pvt, for the month of January, 2025. Make suitable assumptions wherever required. (PYP 10 Marks Sep 24)



Computation of output tax liability of DEF Pvt. Ltd. for January, 2025

Particulars	Value (₹)	CGST @9% (₹)	SGST @9% (₹)	IGST @ 18% (₹)
<i>Output tax payable</i>				
<i>Intra-State supply of taxable goods¹</i>	5,00,000	45,000	45,000	
<i>Consideration for non-performance of contract [Being 'liquidated damages', they are not the consideration for Tolerating the non-performance of the contract. Hence, not a supply]</i>	2,00,000	-	-	
<i>Service of booking of flight tickets² [Taxable since service of booking of air tickets is being provided here. Only the service of transportation of passengers in economy class embarking from Bagdogra is exempt.]</i>	20,000			3,600



Further, the place of supply of services made to a registered person is the location of such person, viz. Delhi in given case. Thus, same is inter-State supply.]				
Selling of Pune unit as going concern to H Ltd. [Services by way of transfer of a going concern is exempt.]	10,00,000	-	-	
Service in relation to business exhibition in Dubai [Services by an organiser to any person in respect of a business exhibition held outside India is exempt.]	5,00,000	-	-	
Inter-State supply of service ²	10,00,000	-	-	1,80,000
Total output tax liability		45,000	45,000	1,83,600

**(ii) Computation of input tax credit available to DEF Pvt. Ltd.
for January, 2025**

Particulars	Value (₹)	CGST @9% (₹)	SGST @9% (₹)	IGST @ 18% (₹)
Opening balance		25,000	25,000	30,000



<p>Issue of debit note for post delivery service [ITC on debit notes issued in a financial year can be availed any time till 30th November of the succeeding financial year or the date of filing of the relevant annual return, whichever is earlier, irrespective of the date of original invoice/ supply. Further, place of supply being Pune in given case, same is inter-State supply.]</p>	25,000			4,500
<p>Receipt of intra-State services [ITC on services used in the course or furtherance of business is allowed.]</p>	6,00,000	54,000	54,000	
<p>Purchase of confectionery items [ITC on food or beverages is specifically disallowed unless the same is used for making outward taxable supply of the same category or as an element of the taxable composite or mixed supply.]</p>	1,00,000	-	-	
Total		79,000	79,000	34,500



- ¹ *Intra-State supply of taxable goods has been logically considered as outward supply in the above solution.*
- ² *It has been assumed that entire 20,000 represents the service fee/ convenience fee charged by DEF Pvt. Ltd.*
- ³ *Inter-State supply of service has been logically considered as outward supply in the above solution.*



Question 7

Vishnu Pvt. Ltd., a registered supplier of goods and services at Kolkata has furnished the following information for the month of February:

S. No.	Particulars	Amount (₹)
(i)	Intra-State supply of taxable goods including ₹ 1,00,000 received as advance in January, the invoice for the entire sale value is issued on 15 th February	4,00,000
(ii)	Purchase of goods from a composition dealer, registered in Kolkata	5,50,000
(iii)	Services provided by way of labour contracts for repairing a single residential unit otherwise than as a part of residential complex (It is an intra-State transaction)	1,00,000
(iv)	Membership of a club availed for employees working in the factory (It is an intra-State transaction)	1,75,000
(v)	Goods transport services received from a GTA. GTA has exercised option to pay tax @12% (It is an inter-State transaction)	2,00,000
(vi)	Inter-State services provided by way of training in sports	10,000
(vii)	Inter-State security services provided to Bharat higher secondary school for their annual day function organised in Kaman Auditorium outside the School campus	15,000
(viii)	Inputs to be received in 4 lots, out of which 2 nd lot was received during the month	40,000

The company has following ITCs with it at the beginning of the tax period:

Particulars	Amount (₹)
CGST	57,000
SGST	Nil
IGST	50,000

Note:

- (i) Rates of CGST, SGST and IGST are 9%, 9% and 18% respectively.
- (ii) Both inward and outward supplies are exclusive of taxes, wherever applicable.
- (iii) All the conditions necessary for availing the ITC have been fulfilled.



(iv) The turnover of Vishnu Pvt. Ltd. was ₹ 2.5 crore in the previous financial year.

Compute the minimum GST, payable in cash, by Vishnu Pvt. Ltd. for the month of February. Make suitable assumptions as required.



Answer

Computation of GST payable on outward supplies

S. No.	Particulars	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
(i)	Intra-State supply of goods for ₹ 4,00,000 [Note-1]	36,000	36,000	Nil
(ii)	Services rendered by way of labour contracts for repairing a single residential unit otherwise than as a part of residential complex [Note-2]	9,000	9,000	Nil
(iii)	Services provided by way of training in recreational activities relating to sports [Note-3]	Nil	Nil	1,800
(iv)	Inter-State security services provided to Bharat higher secondary school for their annual day function to be held in Kaman Auditorium.[Note-4]	Nil	Nil	2,700
	Total GST payable	45,000	45,000	4,500

Notes

1. A registered person (excluding composition supplier and registered persons making supply of specified actionable claims) has to pay GST on the outward supply of goods at the time of supply as specified in section 12 of the CGST Act, 2017, i.e. date of issue of invoice or the last date on which invoice ought to have been issued. Thus, liability to pay tax on the advance received in January will also arise in the month of February, when the invoice for the supply is issued.
2. Services by way of pure labour contracts of construction, erection, commissioning, or installation of original works pertaining to a single residential unit otherwise than as a part of a residential complex are exempt. Labour contracts for repairing are thus, taxable.
3. Services by way of training in sports is exempt under GST, only if provided by charitable entities registered under section 12AA or section 12AB of the Income-tax Act, 1961. Thus, in the given case, said service is taxable.
4. Security services provided to Bharat higher secondary School for Annual Day function organised outside the school campus will be taxable as only the security services performed within the premises of the higher secondary school are exempt.



Computation of total ITC

Particulars	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
Opening ITC	57,000	Nil	50,000
Add: Purchase of goods from a composition dealer [ITC is not available in case of supply of goods where tax has been paid under composition scheme]	Nil	Nil	Nil
Add: Membership of a club [Blocked credit]	Nil	Nil	Nil
Add: Goods transport services received from GTA [Input tax credit is available for the services received from GTA as the same are used in the course or furtherance of business.]	Nil	Nil	24,000
Add: Inputs to be received in 4 lots, out of which 2 nd lot was received during the month [In case of goods received in lots, ITC can be taken only upon receipt of the last lot]	Nil	Nil	Nil
Total ITC	57,000	Nil	74,000

Computation of minimum GST payable from electronic cash ledger

Particulars	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
GST payable	45,000	45,000	4,500
Less: ITC [First ITC of IGST should be utilized in full - first against IGST liability and then against CGST and SGST liabilities in a manner to minimize cash outflow]	(24,500) IGST (3)	(45,000)) IGST (2)	(4,500) IGST (1)
Less: ITC of CGST to be used against CGST	(20,500) CGST		
Minimum GST payable in cash	Nil	Nil	Nil

Note: Since sufficient balance of ITC of CGST is available for paying CGST liability and cross utilization of ITC of CGST and SGST is not allowed, ITC of IGST has first been used to pay SGST (after paying IGST liability) and then CGST to minimize cash outflow.



Question 8

Aashima Limited, a registered dealer in Patna (Bihar), is engaged in various types of supplies. The company provided the following details for the month of January 2025:

Sl. No.	Particulars			Amount in ₹	
(i)	Outward supply of goods made during the month to various non-related persons:			As given in particulars column	
		Particulars	Market value		Transaction Value (₹)
	a.	in the State of Bihar (Intra-State)	3,00,000		4,00,000
	b.	to other States (Inter-State)	2,00,000		1,00,000
(ii)	Services by way of warehousing of potato chips (Inter-State transaction)			5,00,000	
(iii)	Stock transfer without consideration to its branch at Gaya (Bihar). Branch has separate GSTN for convenience of accounting and billing. Value under section 15 of the CGST Act, 2017 - ₹ 20,000 (Intra -State)			Nil	
(iv)	Intra-State inward supply of various services for use in the course or furtherance of business (30 invoices)			6,50,000	

Additional Information:

- (a) All the amounts given above are exclusive of taxes.
- (b) During the course of arranging and filing documents, the accountant of Aashima Limited observed that an invoice for ₹ 30,000 (excluding tax) dated 02.12.2024 was omitted to be recorded in the books of accounts and no payment was made against the same till the end of January 2025. This invoice was issued by Mr. Suhaas of Patna, from whom Aashima Limited had taken cars on rental basis. Invoice included cost of fuel also. (Intra-State transaction).
- (c) Rate of GST applicable on various supplies are as follows:

Nature of supply	CGST	SGST	IGST
Car rental service	2.5%	2.5%	5%
All other inward and outward supplies	9%	9%	18%



- (d) No opening balance of input tax credit exists in the beginning of the month.
- (e) Out of the 30 invoices of inward supply received, 6 invoices with taxable value amounting to ₹ 1,50,000 were e-invoices in which Invoice Reference Number (IRN) was not mentioned. However, all the invoices were duly reflected in GSTR 2B for the month of January 2025, since the suppliers had filed their GSTR-1.
- (f) Subject to the information given above, conditions necessary for claiming ITC were complied with.
- (g) Aashima Ltd. is not engaged in renting of cars business.

You are required to calculate the amount of net GST liability payable in cash by Aashima Limited for the month of January 2025. Brief notes for treatment given for each item should form part of your answer.



Answer

Computation of net GST payable in cash by Aashima Ltd. for the month of January 2024

Particulars	CGST (₹)	SGST (₹)	IGST (₹)
Outward intra-State supply of goods made in the State of Bihar [Value of supply is the transaction value of the goods.]	36,000 [4,00,000 × 9%]	36,000 [4,00,000 × 9%]	
Outward supply of goods made to other States [Value of supply is the transaction value of the goods.]			18,000 [1,00,000 × 18%]
Services by way of warehousing of potato chips [Taxable since services by way of warehousing of only cereals, pulses, fruits & vegetables are exempt.]			90,000 [5,00,000 × 18%]
Intra-State stock transfer to Gaya Branch with separate registration	1,800 [20,000 × 9%]	1,800 [20,000 × 9%]	

[Supply of goods between distinct persons in course or furtherance of business qualifies as supply even if made without consideration.]			
Total output tax	37,800	37800	1,08,000
Less: Input Tax Credit [Refer Working Note below]	(37,800) (CGST)		(7,200) (CGST)
[CGST credit should be utilized for payment of CGST and IGST in that order. Similarly, SGST credit should be utilized for payment of SGST and IGST in that order. ITC of CGST cannot be utilized for payment of SGST and vice versa.]		(37,800) (SGST)	(7,200) (SGST)
Net GST payable in cash	Nil	Nil	93,600



Working Note:

Computation of ITC available

Particulars	CGST (₹)	SGST (₹)	IGST (₹)
Intra-State inward supply of services [₹ 6,50,000 – ₹1,50,000] [ITC cannot be claimed on the e-invoices without IRN since an e-invoice without IRN is not treated as valid document for claiming ITC.]	45,000 [5,00,000 × 9%]	45,000 [5,00,000 × 9%]	--
Cars taken on rental basis from Mr. Suhaas [Tax on renting of motor car services wherein cost of fuel is included in consideration provided by a non-body corporate to a body corporate and invoice is issued charging CGST/SGST @ 2.5% is payable under reverse charge. Time of supply of such services is 1 st February being earlier of date of payment, or date	--	--	--
immediately following 60 days since issue of invoice by the supplier. Since the time of supply of renting of motor car services in the given case does not fall in January, tax liability on the same does not arise in said month. Further, ITC on renting of motor car services received is blocked since the recipient - Aashima Ltd. is not in the same line of business.]			
Total ITC available	45,000	45,000	--



Question 9

Evershine Pvt. Ltd., a GST registered supplier located in Jaipur, Rajasthan is engaged in taxable supply of packaging goods and consultancy services. It provides following details of various activities undertaken during the month of September, 2024:

(A) Details of Outward Supplies:

- (1) Supply of goods of ₹ 18,00,000 to Vaidehi Enterprises, a registered person of Udaipur, Rajasthan. Further, received ₹ 50,000 from Vaidehi Enterprises towards freight charges (as agreed to deliver the goods at Vaidehi Enterprises' premises) which was not included in above value of supply.
- (2) Supply of goods worth ₹ 35,00,000 to Calc. Exim, a registered person of Prayagraj, Uttar Pradesh. Further, the amount of ₹ 60,000 charged separately (not included above) from Calc. Exim on account of municipal taxes levied in relation to such outward supply.
- (3) Supply of services to Sunshine Ltd., a registered person in Jodhpur, Rajasthan before discount worth ₹ 6,00,000. Further, discount of ₹ 30,000 which has been given at the time of supply of service and duly recorded in the invoice.
- (4) It delivered the goods worth ₹ 2,00,000 to Jeevan Solutions, a registered person located at Bikaner, Rajasthan on the direction of Raghu Enterprise, a registered person of Mumbai, Maharashtra and tax invoice was issued by Evershine Pvt. Ltd. to Raghu Enterprise of Mumbai, Maharashtra.

(B) Details of Inward Supplies:

- (1) Purchased raw material goods worth ₹ 20,00,000 from PQR Ltd; a GST registered dealer, located at Kanpur, Uttar Pradesh. Goods worth ₹ 1,00,000 out of total purchases were not received during the month.
- (2) Purchased machinery for manufacturing process worth ₹ 2,00,000 from MPQ Pvt. Ltd., a GST registered dealer, located at Bengaluru, Karnataka. Company has claimed depreciation under Income- tax Act 1961 on full value of the machine, including the GST component.



- (4) Purchased car (having seating capacity of 7 persons) costing to ₹ 10,00,000 excluding GST from Mihir Automobiles Pvt. Ltd., a GST registered dealer, located at Ajmer, Rajasthan for use of its director for official purpose. GST rate on car: CGST 14%, SGST 14%, IGST 28%
- (5) Purchased goods worth ₹ 5,00,000 from DEF Buildwell Pvt. Ltd., a registered person of Jaipur, Rajasthan for construction of an additional floor of factory building, of Evershine Pvt. Ltd. The amount has been capitalized in the books of Evershine Pvt. Ltd..

Opening balance of Input tax credit as on the beginning of September 2024-CGST ₹ 20,000, SGST ₹ 50,000 and IGST ₹ 75,000.

Rate of GST applicable on both inward and outward supply of goods & services: CGST 9%, SGST 9% and IGST @18%, except where otherwise provided.

Notes:

- (i) All the figures mentioned above are exclusive of taxes.
- (ii) Subject to the information given above, conditions necessary for claiming ITC were complied with.
- (iii) All inward supplies are used for taxable goods only.
- (iv) Brief and suitable notes should form part of your answer.

Calculate the amount of net minimum GST payable in cash by Evershine Pvt. Ltd. for the month of September, 2024 **(10 Marks)**



Answer

Computation of minimum net GST payable in cash by Evershine Pvt. Ltd. for the month of September 2024

Particulars		Value of supply (₹)	CGST @ 9% (₹)	SGST @ 9% (₹)	IGST @ 18% (₹)
Output tax payable					
Intra-State supply of goods to Vaidehi Enterprises [Since arranging freight is the liability of supplier, it is a composite supply and thus, freight charges are added to the value of principal supply.]	Place of supply is location where movement of goods terminates	18,50,000	1,66,500	1,66,500	Nil
Inter-State supply to Calc. Exim		35,60,000	Nil	Nil	6,40,800



[Municipal tax is includible in value since it is a tax levied under a law other than GST law and is charged separately.]					
Intra-State supply to Sunshine Ltd. [Place of supply is location of recipient. Discount given at the time of supply is deductible from the value since duly recorded in the invoice.]	5,70,000	51,300	51,300	Nil	
Inter-State supply to Raghu Enterprise [Place of supply in case of bill to ship model is principal place of business of a third person at whose instructions the goods are delivered by supplier to recipient. Thus, it is considered as Inter State supply.]	2,00,000	Nil	Nil	36,000	
Total output tax		2,17,800	2,17,800	6,76,800	
Less: ITC available [Refer note below] [IGST credit to be utilized first towards payment of IGST.]		Nil	Nil	(4,17,000)	
CGST credit utilized for payment of CGST and IGST in that order		(2,17,800)	Nil	(12,200)	
SGST credit utilized for payment of SGST and IGST in that order		Nil	<u>(2,17,800)</u>	<u>(42,200)</u>	
Minimum net GST payable in cash		Nil	Nil	2,05,400	



Working Note:

Computation of ITC available

Particulars		Value (₹)	CGST (₹)	SGST (₹)	IGST (₹)
Opening balance			20,000	50,000	75,000
Inter-State purchase of raw material [ITC is not available on goods worth ₹ 1,00,000 since not received during the month.]	Place of supply is location where movement of goods terminates.	19,00,000	Nil	Nil	3,42,000 [19,00,000 × 18%]
Purchase of machinery [ITC is not available since depreciation has been claimed on the GST component.]		2,00,000	Nil	Nil	Nil
Intra-State purchase of truck [ITC on motor vehicles used for transportation of goods is available.]		15,00,000	2,10,000 [15,00,000 × 14%]	2,10,000 [15,00,000 × 14%]	Nil
Purchase of car [ITC on motor vehicles for transportation of persons with seating capacity up to 13 persons (including driver), is blocked, except when used for specified purposes.]		10,00,000	Nil	Nil	Nil
Purchase of goods for construction of an additional floor [ITC on goods used in construction of immovable property (other		5,00,000	Nil	Nil	Nil



than plant or machinery) on one's own account is blocked if capitalized in the books.]					
Total			2,30,000	2,60,000	4,17,000

Note – In above answer, where location of supplier and place of supply are in two different States, it is an inter-State supply and where location of supplier and place of supply are in same State, it is an intra-State supply.



Question 10

Charm Limited, registered under GST in the State of Jharkhand, manufactures cosmetic products and appointed Mr. Handsome of Mumbai, who is registered under GST in the State of Maharashtra, as their Del-credere agent (DCA) to sell their products. Being a DCA, he agrees to raise invoice in his own name and also guarantees for the realization of payments from customers to Charm Limited.

In order to realize the payments from customers on time, he extends short term transaction based loans to them and charges interest for the same.

Mr. Handsome provides you the following details of transactions carried out during the month of March 2022:

SI No.	Particulars	Amount in Rs
	<i>Outward supply:</i>	
i.	<i>Goods sold by Mr. Handsome in his DCA capacity (intra -State transaction)</i>	<i>2,80,000</i>
ii.	<i>Interest earned from the above customers for short term credit facility provided for timely payment of dues. (intra-State transaction)</i>	<i>20,000</i>
iii.	<i>Commission bill raised on Charm Limited (inter-State transaction) in respect of DCA services provided</i>	<i>30,000</i>
	<i>Inward supply:</i>	
iv.	<i>Inter-State supply of goods received from Charm Limited. Being a DCA, no consideration was paid.</i>	<i>Nil</i>
	<i>Value under section 15 - Rs. 2,00,000</i>	
v.	<i>Received training in marketing and distribution from Charm Limited as per DCA agreement, free of cost.</i>	<i>Nil</i>
	<i>Company charges Rs. 75,000 for such training when it provides the same to others</i>	



Applicable rate of tax on both inward and outward supplies is 9% each for CGST and SGST and 18% for IGST. Amounts given above are exclusive of taxes wherever applicable. Subject to the information given above, necessary conditions are complied with for availment of input tax credit.

You are required to calculate the gross GST liability and eligible input tax credit for the month of March 2022 of Mr. Handsome. Brief notes should form part of your answer for treatment of items in SI No. (i) to (v)



Answer

Computation of gross GST liability of M. Handsome for the month of March 2022

Particulars		CGST	SGST	IGST
Goods sold by Mr. Handsome In DCA Capacity	2,80,000	27,000 {3,00,000 X 9%	27,000 {3,00,000 X 9%	
Add: Interest earned for short Term credit facility provided Lo above customers				
[Interest included in the value of supply of the goods sold since where DCA IS & n agent under Schedude - I of the CGST Act, short term credit Facility provided by DCA o the buyer is subsomed in the supply of the goods by the DCA to the buyer.]				
Commission charged far DCA services [Being taxable supply of services.]				5,400 [30,000 x 18%]
Gross GST liability		27,000	27,000	5,400

Note: Since the invoice For goods sold & issued by the DCA - Mr. Handsome in his own name, he would fall under the ambit of an agent under Schedule - I of the CGST Act, Computation of eligible [TC far the



month of March 2003

Computation of eligible [TC for the month of March 2003

Particulars	CGST	SGST	IGST
<i>Inward supply of goods from Charm Limited free of cost [Supply of goods by principal - Charm Limited o the agent - Mr. Handsome qualities as supply through made without consideration.]</i>			36,000 [2,00,000 x 18%]
<i>Training an marketing and distribution received from Charm Limited free of cost.</i>	-	-	-
<i>[Since no consideration i charged for the services provided, said services do not qualify as supply. as GST Is paid on the same, ITC is not available</i>			
Total ITC available	Nil	Nil	36,000



Question 11

M/s. Nivedita Private Limited is a manufacturer of Televisions at Mohali Punjab and has a Service center at Bhatinda, Punjab. The company has taken a single registration of GST. It provides the following information for the month of November 2025:

S. No.	Particulars	Amount (₹)
	Outward Supply	
1.	Supply of televisions to M/s. Shine Electronics Ltd. located at Ludhiana, Punjab.	20,00,000
2.	Raw material transferred to Service Centre located at Bhatinda branch.	1,80,000

3.	Received advance from M/s. New Electro Divine registered at Delhi for purchase of television	3,50,000
4.	Received advance from M/s. New Electro Divine registered at Delhi for payment of Annual Maintenance Charges (AMC) of television as M/s. New Electro Divine also undertook optional AMC of television	50,000
	Inward Supply	Amount (₹)
1.	Purchase of raw material from M/s. Electro Enterprises Pvt. Ltd. registered at Ludhiana, Punjab.	25,00,000
2.	Freight paid for transportation of Television to a tempo owner registered as GTA at Mohali, Punjab. Tempo owner issued invoice without any GST.	50,000
3.	Paid rent of factory and service centre to Mr. Rakesh, who is an unregistered person	1,20,000
4.	Security services received from M/s. Safety-n-Security Services, sole proprietorship firm, registered under composition scheme at Jalandhar, Punjab.	25,000



M/s. Nivedita Private Limited provided the following additional information:

- (1) Purchase of raw materials includes the raw material of ₹ 1,20,000 which was purchased on 10-03-2025 but the invoices were uploaded in GSTR-1 on 18-11-2025 and such details have been communicated to the recipient in Form GSTR-2B.
- (2) Credit Note of ₹ 80,000 (excluding GST) was issued on 30-11-2025 to M/s. Shine Electronics Ltd. against invoice of ₹ 4,20,000 issued on 10-03-2024.
- (3) The annual return for FY 2024-25 was filed on 30-10-2025.
- (4) Turnover of M/s. Nivedita Private Limited for FY 2024-25 was ₹ 160 lakh.
- (5) Rate of CGST, SGST and IGST is 2.5%, 2.5% and 5% in case of transporter and in other cases rate of CGST, SGST and IGST are 9%, 9% and 18% respectively for both inward and outward supply of goods and services.
- (6) All figures are exclusive of taxes wherever applicable.

From the information given above, you are required to compute the GST payable on outward supply, GST payable under reverse charge mechanism and input tax credit (ITC) available for the month of November, 2025. Provide supporting explanatory notes for your conclusion wherever required.



Answer

(i) Computation of GST payable on outward supply

Particulars	Value (₹)	CGST (₹)	SGST (₹)	IGST (₹)
Supply of televisions to M/s Shine Electronics Ltd. located at Ludhiana, Punjab [The credit note issued on 30.11.2025 is invalid as valid credit note can be issued till 30 th November 2024 and thus, GST Liability will not be reduced in	20,00,000	1,80,000 [20,00,000 x 9%]	1,80,000 [20,00,000 x 9%]	Nil
respect to such credit Note.]				
Transfer of raw material to Service Centre located at Bathinda branch. [Transfer of goods between branches having same GST registration is NOT a supply]	1,80,000	Nil	Nil	
Advance received from M/s New Electro Divine for purchase of television [GST on advance received for supply of goods of ₹ 3,50,000 will be payable at the time of issuance of invoice.]				



Received advance from M/s. New Electro Divine for undertaking optional Annual Maintenance Charges (AMC) of television [GST on advance received for supply of services will be payable at the time of receipt of advance. Since, the place of supply of services made to a registered person is location of recipient	50,000	Nil	Nil	9,000 [50,000 x 18%]
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i.e. Delhi, it would be Inter-state Supply.]				
GST Payable on outward supplies		1,80,000	1,80,000	9,000

(ii) GST Payable under Reverse Charge Mechanism

Particulars	Value (₹)	CGST (₹)	SGST (₹)	IGST (₹)
Freight paid for transportation of Television to a registered tempo owner who issued invoice without any GST. (RCM is applicable if GTA provides service of transportation of goods by road to a body corporate.)	50,000	1,250 [50,000 x 2.5%]	1,250 [50,000 x 2.5%]	Nil



Paid rent of factory and service centre to Mr. Rakesh who is an unregistered person (Renting of immovable property other than residential dwelling from an unregistered person to a registered person is taxable under reverse charge mechanism)	1,20,000	10,800 [1,20,000 x 9%]	10,800 [1,20,000 x 9%]	Nil
Security services received from M/s Safety-n-Security Services registered under composition scheme at Jalandhar, Punjab.	25,000	2,250 [25,000 x 9%]	2,250 [25,000 x 9%]	Nil
(Security services provided by any person other than a body corporate to a registered person is taxable under reverse charge mechanism (RCM)).				
Total GST payable under RCM		14,300	14,300	



(iii) Input Tax Credit

Particulars	Value (₹)	CGST (₹)	SGST (₹)	IGST (₹)
Purchase of raw material from M/s Electro Enterprises Pvt. Ltd. [ITC on purchase of raw materials of ₹ 1,20,000 is not allowed as invoice for supply of goods uploaded after filing of Annual Return for FY 2024-25]	23,80,000	2,14,200 [23,80,000 x 9%]	2,14,200 [23,80,000 x 9%]	
ITC is available on rent paid under reverse charge mechanism	1,20,000	10,800 [1,20,000 x 9%]	10,800 [1,20,000 x 9%]	Nil
ITC is available on freight paid for transportation of television under reverse charge mechanism	50,000	1,250 [50,000 x 2.5%]	1,250 [50,000 x 2.5%]	Nil
ITC is available on receipt of security services	25,000	2,250 [25,000 x 9%]	2,250 [25,000 x 9%]	Nil
Total ITC Available		2,28,500	2,28,500	

Champs – also check the master adjustment sheet for the additional adjustments





GST computation MASTER adjustment sheet

CA Inter / CMA Inter / CS Executive

Kasa Kaay??

I have made a sheet of ALL the adjustments of GST liability questions from the following sources:

1. Past Paper Questions
2. Revision Test Papers
3. Module
4. Model Test Papers

Do we need to do anything else than this? ABSOLUTELY NO this sheet covers all the points which are asked till now 😊 Hope this helps 😊

For presentation of answers, you can refer to my GST liability questions uploaded on the YouTube channel -

<https://www.youtube.com/@CrackTaxWithAmit>

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

Colour coding

	Module
	RTP
	Past Paper Qs
	Model Test Papers

Few adjustments

1. Your answer should be in 3 parts

- a. Part A - Computation of output tax payable - Table 1
- b. Part B - Computation of Input Tax Credit - Table 2
- c. Part C - Computation of Net GST Liability - Table 3

2. If the supply is taxable under RCM:

We have to consider it in Table 3 and no ITC can be utilized against this value. Since we are paying this GST without utilizing ITC we take the ITC of that value in the same month in Table 2.

CA Amit Mahajan



Sr No	Adjustment	Effect
Module		
1	Raw materials (to be received in the month of September) Current month - July	NO ITC ITC when goods will be received
2	Inputs to be received in 5 lots, out of which 3rd lot was received during the month	No ITC ITC in the month of receipt of last instalment
3	Trucks used for transport of raw material	ITC allowed for purchase of trucks used for transportation of goods
4	Capital goods (out of 3 items, invoice for 2 items is missing and GST paid on those items is Rs 80,000) Value - 1,50,000	ITC of only 70,000 is allowed
5	Payment made to a contractor for construction of staff quarters	ITC on construction of immovable property being other than plant and machinery is blocked
6	Purchase of accessories which were delivered directly to the dealers of the company on the direction of Rashi Ltd Recipient is Rashi Ltd	ITC is allowed to that person who has given the direction Rashi Ltd
7	General insurance taken on a car (seating capacity 5) used by executives of the company for official purposes	ITC is not allowed If ITC on purchase of MV is allowed then ITC on the services will also be allowed and vice versa
RTPs		
8	Intra-State taxable supply of Direct Selling Agent (DSA) service to public sector Bank. Supplier - Partnership firm	FCM For RCM - SP should be an individual and SR should be RP



9	<p>Rent paid to a residential dwelling taken for running an office for providing DSA services; Owner of the residential property was not registered under GST; This is an intra-State supply availed.</p> <p>Recipient - RP</p>	<p>RCM</p> <p>Service by way of renting of residential dwelling to a registered person is taxable under reverse charge mechanism</p>
10	<p>Purchased a car for the official use of managing partners of the Firm for business use (Inter-State purchase)</p>	<p>ITC blocked</p>
11	<p>Availed IT services for their business from Partner's friend Mr Allan Waugh from Melbourne, Australia.</p> <p>Mr. Waugh refused to take any consideration. Open Market value of said service was Rs 1,25,000. (Inter-State transactions).</p>	<p>No Tax</p> <p>Import of services from a non-related person without consideration, in the course or furtherance of business is not a supply.</p>
12	<p>Provided training and performance appraisal services in Bengaluru to following persons:</p> <p>(a) ABC Private Limited, a registered supplier in the State of Kerala</p> <p>(b) Babu Cones, a proprietorship concern of Rajasthan, which was not registered under GST</p>	<p>Taxable</p> <p>POS 12(5):</p> <ol style="list-style-type: none"> 1. If provided to RP - Location where recipient is registered 2. If provided to URP - Location where the services are actually performed
13	<p>The company pledged its 5% equity shares to the merchant banker for the purpose of proposed initial public offer.</p> <p>Face value of shares is Rs 5,00,000. The market value of shares is Rs 8,00,000</p>	<p>No GST</p> <p>Supply includes supply of goods and services. Shares being securities are neither goods nor services. Thus, transfer of shares which is neither goods nor services is not a supply</p>



14	Stock transfer of goods worth Rs 58,000 without consideration to its branch at Gaya (Bihar). Branch has been declared as an additional place of business in the registration certificate	No GST Stock transfer between 2 units of a legal entity under single registration is not a deemed supply under GST and hence, the same is not liable to tax under GST since branch with same GSTIN is not a distinct person
15	Intra-State inward supply of various services for use in the course or furtherance of business (30 invoices). Out of 30 invoices, details of 10 invoices amounting to Rs 2,50,000 were not furnished by the suppliers in their GSTR-1s and resultantly, were not reflected in Amit Limited's GSTR-2B	No ITC for 10 invoices of Rs 2,50,000
16	Outward supply of services of milling of paddy into rice (Intra-State)	Taxable
17	Outward supply of services of giving trucks on hire to a Governmental authority (Intra-State)	Taxable If MVs are given to the state transport understanding are exempt if seating capacity is more than 12 persons
18	Amount paid to IIM Ahmedabad, Gujarat for providing 15 days' management training to 10 managers from 10th January. The IIM provided Participation Certificates at the end of the training program	Not exempt This is inward supply. Short duration courses are not covered under exemption
19	Purchased air tickets for its employees from Patna to Guwahati, Assam airport in economy class. Total fare was Rs 1,00,000, out of which basic fare was Rs 80,000	Exempt Transport of passengers by air terminating in an airport located in Assam is exempt from GST as said transportation is in economy class.



20	<p>Current month - January 24</p> <p>During the course of arranging and filing documents, the Accountant of Mahajan Limited observed that an invoice for Rs 30,000 (excluding tax) dated 2nd December, 2023 was omitted to be recorded in the books of accounts and no payment was made against the same till the end of January, 2024. This invoice was issued by Mr. Sunil of Patna, from whom Mahajan Limited had taken cars on rental basis. Invoice included cost of fuel also.</p>	<p>No ITC in January 2024</p> <p>RCM or FCM? RCM supply - supply of renting of MV by other than Body Corporate to Body Corporate - Mr Sunil to Mahajan Ltd and thus, RCM</p> <p>Time of supply? Date of payment and 61st day from the date of issue of invoice Payment - not made yet 61st day - 1 Feb TOS = 1 Feb Current month is Jan and thus, no treatment in Jan</p> <p>MIND BLOWING QS BAWAA!!</p>
21	<p>Organised a business exhibition in Gujarat for Jignesh Industries, registered in Surat, Gujarat</p>	<p>Taxable</p> <p>Exempt if organized outside India</p>
22	<p>Provided accommodation services to 10 CA students (originally from outside Rajasthan) in a hostel - Surya Homes, owned by it. Surya Homes is located in Jaipur, Rajasthan. [Hostel accommodation charges are Rs 22,000 per student per month. As per agreement, minimum period of stay of the students in hostel is 4 months]</p>	<p>Taxable</p> <p>Exempt if renting services are given for:</p> <ol style="list-style-type: none"> 1. Accommodation 2. Rent is upto Rs 20,000 3. Duration is of continuous period of 90 days
23	<p>Performed the carnatic music to promote a brand of readymade garments - Lokesh Garments, registered in Udaipur, Rajasthan</p>	<p>Taxable</p>
24	<p>Intra-State services provided as a business correspondent of BawaLena Bank, registered in Rajasthan, with respect to accounts in its Jaipur city branch</p>	<p>Taxable</p> <p>Exempt only when provided in rural area branch</p>



25	Rented a commercial property by Amita in Jaipur, Rajasthan to Ganga Ltd., a supplier of goods and services registered in Jodhpur, Rajasthan. Amita is a director in Ganga Ltd.	Taxable Exempt if commercial property is given to URP for residential purpose
26	Sponsored a Business Summit organized in Bikaner, Rajasthan, by Associated Chamber of Commerce and paid a sponsorship fee of Rs 5,00,000 to Associated Chamber of Commerce, registered in Jaipur, Rajasthan. Recipient = Surya (individual) - RP in Rajasthan	Taxable Since recipient of sponsorship services is an individual (Surya), tax is not payable under reverse charge. It is an intra-State supply since place of supply of sponsorship services is location of recipient, i.e. Rajasthan. Further, ITC is available on said service since it is used in course or furtherance of business
27	Received the services of transportation of goods by road from Sindhu Transporters, an unregistered Goods Transport Agency of Jodhpur, Rajasthan Recipient - Individual - RP in RJ	RCM POS - Sec 12(8) If provided to RP - Location where recipient is registered
28	Taken cars on rental basis from Ajay Limited, registered in Jodhpur, Rajasthan. Recipient - Individual - RP in RJ	FCM RCM when supply of renting of MV by other than Body Corporate to Body Corporate
29	Services of transportation of students provided to Sanskar College offering the degree courses recognized by law Supplier - Mahajan Ltd - RP in MH	Taxable Services of transportation of students provided to an educational institution other than an institution providing pre-school education or education up to higher secondary school or equivalent, are not exempt



30	Received the services by way of transportation of goods by road from Sindhu Transporters, an unregistered Goods Transport Agency of Nagpur, Maharashtra Recipient - Mahajan Ltd - RP in MH	RCM POS - Sec 12(8) If provided to RP - Location where recipient is registered
31	Organized a business exhibition in Gujarat for Ramesh Industries, registered in Delhi.	Taxable Exempt if organized outside India
32	Provided training at his Mumbai Office to employees of Aashiyana Interiors, a proprietorship concern of Rajasthan, which was not registered under GST. Supplier - Mahajan Ltd - RP in MH	Taxable POS: 1. If provided to RP - Location where recipient is registered 2. If provided to URP - Location where the services are actually performed
33	Recovery agent's services provided to a car dealer Supplier - Mahajan Ltd - RP in MH	FCM RCM only if it is provided to banking company, FI, NBFC
34	Legal services availed for official purpose from an individual advocate located in Gujarat Recipient - Mahajan Ltd - RP in MH T/O in the prec FY = 1.80 crores	RCM POS would be location of the registered recipient
35	Sponsored his business in a Cricket Match, organized by Mumbai Cricket Association, Maharashtra wherein Mr Mahajan (RP in MH) paid an amount of Rs 1,50,000 to the association	Taxable It is an intra-State supply, since POS is Mumbai, Maharashtra, being the location of recipient. ITC is available on services used in the course or furtherance of business.
36	Supply of televisions to M/s. Shine Electronics Ltd. located at Ludhiana, Punjab - Value = 20,00,000	The credit note issued on 30.11.2025 is invalid as valid credit note can be issued till 30th October 2025 and thus, GST



	<p>Current month - November 2025</p> <p>Credit Note of Rs 80,000 (excluding GST) was issued on 30-11-2025 to M/s. Shine Electronics Ltd. against invoice of Rs 4,20,000 issued on 10-03-2025</p> <p>Annual return is filed for FY 2024-25 - 30/10/2025</p> <p>Supplier - Madhuri (RP in Punjab)</p>	<p>Liability will not be reduced in respect to such credit note</p>
37	<p>Raw material transferred to Service Centre located at Bhatinda branch</p> <p>Value = 1,80,000</p> <p>Additional information: Madhuri Private Limited is a manufacturer of Televisions at Mohali, Punjab and has a Service centre at Bhatinda, Punjab. The company has taken a single registration of GST</p>	<p>Not a supply</p> <p>Transfer of goods between branches having same GST registration is NOT a supply</p>
38	<p>Received advance from M/s. New Electro Divine registered at Delhi for purchase of television</p>	<p>Not taxable</p> <p>GST on advance received for supply of goods of Rs 3,50,000 will be payable at the time of issuance of invoice</p>
39	<p>Received advance from M/s. New Electro Divine registered at Delhi for payment of Annual Maintenance Charges (AMC) of television as M/s. New Electro Divine also undertook optional AMC of television</p> <p>Supplier - Madhuri (RP in Punjab)</p>	<p>Advance received for services</p> <p>TOS will be triggered</p> <p>GST on advance received for supply of services will be payable at the time of receipt of advance.</p>



		Since, the POS of services made to a RP is location of recipient i.e. Delhi, it would be Inter-state Supply.
40	<p>Purchase of raw material from M/s. Electro Enterprises Pvt. Ltd. registered at Ludhiana, Punjab</p> <p>Purchase of raw materials includes the raw material of Rs 1,20,000 which was purchased on 10-03-2025 but the invoices were uploaded in GSTR-1 on 18-11-2025 and such details have been communicated to the recipient in Form GSTR-2B</p> <p>Annual return is filed for FY 2024-25 - 30/10/2025</p> <p>Current month - Nov 2025</p> <p>Recipient - Company registered in Punjab</p>	<p>ITC not allowed</p> <p>Time limit of availing ITC is expired</p> <p>For FY 2024-25 - time limit is earlier of</p> <ol style="list-style-type: none"> 1. 30 Nov 2025 2. Actual date of annual return i.e. <u>30 Oct 2025</u>
41	<p>Freight paid for transportation of Television to a tempo owner registered as GTA at Mohali, Punjab. Tempo owner issued invoice without any GST</p> <p>Recipient - Company registered in Punjab</p>	<p>RCM</p> <p>POS - Sec 12(8)</p> <p>If provided to RP - Location where recipient is registered</p>
42	<p>Paid rent of factory and service centre to Mr. Rakesh, who is an unregistered person</p> <p>Recipient - Company registered in Punjab</p>	<p>RCM</p> <p>Renting of commercial property by URP to RP (Regular scheme) = Taxable under RCM</p>
43	<p>Security services received from M/s. Safety-n-Security Services, sole proprietorship firm, registered</p>	<p>RCM</p>



	<p>under composition scheme at Jalandhar, Punjab</p> <p>Recipient - Company registered in Punjab</p>	<p>Security services provided by any person other than a body corporate to a registered person is taxable under reverse charge mechanism (RCM)</p>
<p>Past Paper Questions</p>		
44	<p>Supply of goods of Rs 18,00,000 to Vaidehi Enterprises, a registered person of Udaipur, Rajasthan.</p> <p>Further, received Rs 50,000 from Vaidehi Enterprises towards freight charges (as agreed to deliver the goods at Vaidehi Enterprises' premises) which was not included in above value of supply.</p> <p>Supplier - Company registered in Rajasthan</p>	<p>Taxable = 18.50 Lakhs</p> <p>Composite supply</p>
45	<p>Supply of goods worth Rs 35,00,000 to Calc. Exim, a registered person of Prayagraj, Uttar Pradesh.</p> <p>Further, the amount of Rs 60,000 charged separately (not included above) from Calc. Exim on account of municipal taxes levied in relation to such outward supply</p>	<p>Municipal tax is included in VOS</p>
46	<p>Supply of services to Sunshine Ltd., a registered person in Jodhpur, Rajasthan before discount worth Rs 6,00,000.</p> <p>Further, discount of Rs 30,000 which has been given at the time of supply of service and duly recorded in the invoice</p>	<p>Discount to be reduced from VOS</p>
47	<p>Delivered the goods worth Rs 2,00,000 to Jeevan Solutions, a RP</p>	<p>Inter state</p>



	located at Bikaner, Rajasthan on the direction of Raghu Enterprise, a registered person of Mumbai, Maharashtra and tax invoice was issued by Evershine Pvt. Ltd. to Raghu Enterprise of Mumbai, Maharashtra Supplier - Co registered in RJ	POS in case of bill to ship to model is principal place of business of a third person at whose instructions the goods are delivered by supplier to recipient
48	Purchased raw material goods worth Rs 20,00,000 from PQR Ltd; a GST registered dealer, located at Kanpur, Uttar Pradesh. Goods worth Rs 1,00,000 out of total purchases were not received during the month	ITC on 19L
49	Purchased truck worth Rs 15,00,000 from GST registered dealer, located at Ajmer, Rajasthan for transportation of its goods	ITC allowed
50	Purchased car (having seating capacity of 7 persons) costing to Rs 10,00,000 excluding GST from Mihir Automobiles Pvt. Ltd., a GST registered dealer, located at Ajmer, Rajasthan for use of its director for official purpose	ITC blocked
51	Purchased goods worth Rs 5,00,000 from DEF Buildwell Pvt. Ltd., a registered person of Jaipur, Rajasthan for construction of an additional floor of factory building, of Evershine Pvt. Ltd	ITC blocked ITC on goods used in construction of immovable property (other than plant or machinery) on one's own account is blocked if capitalized in the books
52	F Ltd. of Mumbai (unregistered) had promised to DEF Pvt. Ltd. in Oct 23 to complete contract within 3 months, but they were not able to complete committed contract, so DEF Pvt. Ltd. received consideration for non-performance	Liquidated damages Not a supply



	of contract on time as decided by pre written agreement.	
53	DEF Pvt. Ltd. had provided service of booking of flight tickets for employee of H Enterprise (registered in Delhi) in the economy class from Bagdogra (West Bengal) to Pune Maharashtra	Taxable Service of booking of air tickets is being provided here. Only the service of transportation of passengers in economy class embarking from Bagdogra is exempt.
54	DEF Pvt. had purchased goods worth Rs 5,00,000 from R Ltd. (registered in Gujarat) on 15.03.2023. Now R Ltd. issued debit note on 15.01.2024 for post delivery service to DEF Pvt. Ltd. as per part of terms of sales Current month - Jan 2024	ITC on debit note is allowed Time limit for availing ITC on original invoice and debit note is to be considered separately in case they have been issued in different FYs.
55	DEF Pvt. Ltd. had sold one of its unit in Pune as a going concern (with all goods and unexecuted orders) to H Ltd. (registered in New Delhi)	Exempt
56	DEL Pvt. Ltd. had provided service to Mr. Y (registered in Punjab) to organise business exhibition in Dubai.	Exempt
57	Purchase of confectionery items which are to be used to supply free of cost to customers in a customer meet organised by DEF Pvt. Ltd	ITC is blocked
58	Supplied a latest technology laptop with touch screen option to Managing Director's friend Value = 60,000 (Open market value as well as sale to unknown customers was at Rs 90,000)	VOS = 60,000 Supply to URP and price is the sole consideration



<p>59</p>	<p>Supplied printed letter cards to M K Industries, a registered person in Gandhinagar, Gujarat.</p> <p>Logo design was supplied by M K Industries. Out of Rs 5,00,000, Materials cost was Rs 4,00,000 and balance was Printing cost.</p> <p>Rate of GST Goods = 12% Service = 18%</p>	<p>Composite supply</p> <p>Treated as supply of goods</p> <p>Since letter cards are supplied by the printer using its own physical inputs to print the logo supplied by the recipient, it is a composite supply wherein the predominant/ principal supply is supply of goods.</p> <p>It is an Intra State supply since the place of supply is Gujarat being the location where movement of goods terminates</p>
<p>60</p>	<p>Provided services of transportation of passengers by an Omnibus through an Electronic Commerce Operator (ECO)</p> <p>Supplier - Company registered in GJ</p>	<p>Not taxable u/s 9(5)</p> <p>Service by a Co using an omnibus</p> <p>Liability of the supplier and not of ECO</p>
<p>61</p>	<p>Provided catering services to Excel University of Patna, Bihar, which is recognized by UGC for granting recognised qualification</p>	<p>Taxable</p> <p>Catering services are exempt only when such services are provided to an educational institution providing services by way of pre-school education & education up to higher secondary school or equivalent</p>
<p>62</p>	<p>Supplier - Co registered in GJ</p> <p>Made supply of goods in the territorial waters to Blue Waters Inc., registered in the State of Maharashtra.</p> <p>Such place of territorial water was at a distance of 5 nautical miles to the baseline of coastal State of</p>	<p>Where supply is in the territorial waters, the place of supply is deemed to be in the coastal State where the nearest point of the appropriate baseline is located, viz. Gujarat in the given case.</p> <p>Hence, supply will be intra-State supply of goods.</p>



	Gujarat and 7 nautical miles to the baseline of coastal State of Maharashtra	
63	Purchased goods from DK & Co., a registered composite dealer	NO ITC as GST must not have charged
64	During the course of filing invoices, accountant identified an invoice dated 31.03.2024, issued by Mr. Mahajan, whose residential house was taken on rent for MD of the company for his residential use. Invoice was for Rs 50,000 (excluding tax). No payment has been made for this invoice Recipient - Co registered in GJ Current month - May 2024	RCM ITC in May Time of supply? Date of payment and 61 st day from the date of issue of invoice Payment - not made yet 61 st day - 31 May TOS = 31 May
65	Provided commissioning services under Pure labour contract to M/s Raj Builders of Jaipur, Rajasthan for Multi-storey residential complex.	Taxable Exempt only if it is single residential unit
66	Stock transferred without consideration to its branch in Jodhpur, Rajasthan. Branch has same GSTIN.	No Tax
67	Outward sale of goods to various unrelated persons: Market Value - 5L Transaction Value - 5.75L	VOS = TV
68	Provided warehousing services for Kidney beans (Rajma), Red lentils and other pulses.	Exempt
69	Received Car rental services from Carman Private Limited, an unregistered company in Udaipur engaged in car renting services. MLM Private Limited paid rent on monthly basis (Cost of fuel also included)	FCM - NO RCM Rental service provided by other than body corporate to body corporate is taxable under RCM



	Recipient = Co registered in RJ	
70	The Company made donation of ₹ 4,50,000 to a local old age home (a trust not registered under GST) for setting a Water Cooler at old age home with the name of company embedded on the water cooler to express their support for the good cause.	Not a supply No quid-pro-quo
71	The Company paid ₹ 50,000 to Mr. Ajay, an independent director, as sitting fees.	RCM
72	On 5th February 2025 Supplied goods to Jaara Enterprises, an unregistered partnership firm in Bikaner, Rajasthan. Discount of 10% offered to Jaara Enterprises on this invoice price of Rs 2,00,000 as per pre agreement but not recorded in the invoice. Discount given for this invoice by way of credit note on 28th February 2025.	Taxable POS as per the Sec 10 - involving movement POS will be place where movement terminates Post supply discount of Rs 20,000 (Rs 2,00,000 × 10%) is deductible from value of supply since such discount is as per pre-agreement
73	Made a supply of machinery to Cool & Co. registered in the State of Kerala. The machinery was installed at Factory site of Cool & Co. in the State of Tamil Nadu as per agreement Supplier - Mr Mahajni (RP in Kochi)	Inter-State supply as place of supply is Tamil Nadu being the place of installation of machinery
74	Provided supply of online educational journals on monthly basis to St. Peters High School, situated in the State of Kerala.	Taxable If provided to college - exempt
75	Provided renting of his own commercial property situated at	Taxable under FCM



	<p>Thrissur (Kerala) to Safe Volt Limited of Kerala, in which he is an independent director</p> <p>Mr. Mahajni was advised by his accountant that since he is a director in the company to whom he let out his property, GST is to be paid by the company under Reverse Charge Mechanism [RCM].</p> <p>Supplier - Mr Mahajni (RP in Kochi)</p>	<p>Since Mr. Mahajni rented his commercial property in his personal capacity and not in the capacity of a director.</p> <p>POS = Kerala being location of immovable property.</p>
76	<p>Supplied a consignment of Office uniform to Rasool Tea Estate situated at Munnar (Kerala)</p> <p>In respect of supply made to Munnar, being a hill station, local levy of Green tax of Rs 10,000 was charged by Mr. Karan in the invoice made to Rasool Tea Estate.</p>	<p>Green tax of Rs 10,000 is includible in the value of supply</p>
77	<p>Payment made to Mr. Manish, a contractor of Bengaluru for construction of staff quarters within the factory premises at Kochi. Staff quarters capitalised in the books and no depreciation charged.</p>	<p>ITC is blocked</p> <p>ITC on construction of immovable property being other than plant and machinery is blocked</p>
78	<p>Supply of taxable goods to Mr. Sudhir of Hubli (Karnataka) registered under Composition scheme in the state of Karnataka</p>	<p>Taxable</p> <p>POS is Karnataka being location of goods at the time at which movement terminates for delivery to recipient.</p>
79	<p>Hiring receipts for supply of Industrial heavy machines along with supply of machine operators. (out of Rs 9,00,000, value of Rs 2,25,000 belongs to supply of operators, but not separately charged).</p>	<p>Being composite supply wherein the principal supply is the hiring out of the heavy machine, GST rate of principal supply being 12% will apply</p>



	<p>As per policy of the industry, these machines are always hired out along with operators, and operators are also supplied only when machines hired out with single price.</p> <p>Rates of GST: Supply of machine operator without heavy machines - 18%</p> <p>Hiring of heavy machine - 12%</p>	
80	<p>Renting of dumpers including driver given for transport of minerals within the mining area in Jharkhand for a period of 18 months to Vanshika Builders, registered in the state of Bihar</p> <p>Supplier - Co registered in Bengaluru</p>	<p>Taxable</p> <p>Service of renting of transport vehicles with operator and not service of transportation of goods by road.</p> <p>Further, it is an inter-State supply since place of supply of services provided to the registered person is Bihar being location of such registered person.</p>
81	<p>Stock transferred without consideration to its branch in Shimoga, Karnataka.</p> <p>Branch has same GSTIN. (Value of goods as per Valuation Rules under GST law is Rs 2,50,000)</p> <p>Supplier - Co registered in Bengaluru</p>	<p>Such transfer is not a supply as the branch has the same GSTIN as that of the head office and thus, is not a distinct person</p>
82	<p>Given on hire 26 motor vehicles (seating capacity of 14 persons excluding driver) to Karnataka State Road Transport Corporation (KSRTC)</p>	<p>Exempt</p> <p>Services by way of giving on hire to a State Transport Undertaking (STU), a motor vehicle meant to</p>



		carry more than 12 passengers is exempt
83	<p>Purchased 4 electric scooters with engine capacity of 23 cc for use by its employees for commuting within the office premises and nearby client locations. Scooters were supplied in Bengaluru (Karnataka) by a GST-registered dealer located in Rajasthan</p>	<p>Vehicle with less than 4 wheels fitted with engine capacity of upto 25cc is not a motor vehicle and thus, ITC on same is not blocked.</p>
84	<p>Mr. Vijay (Managing Director) went to Surat, Gujarat for a business meeting in June 2025 and stayed for 3 days in "Royal Residency Hotel" registered in the state of Gujarat.</p> <p>Hotel accommodation charges paid Rs 18,000 (taxable value, excluding GST) for the stay</p> <p>Supplier - Co registered in Bengaluru</p>	<p>It is an intra-State supply since place of supply is Surat/ Gujarat being the location of immovable property.</p> <p>However, ITC of the same will not be available since the recipient of said intra-State supply is located in a different State than that of place of supply</p>
85	<p>In the month of December, 2024, company had availed services in an inter-State transaction with a taxable value of Rs 6,00,000;</p> <p>This transaction was liable to tax under reverse charge. Payment for the same to the supplier was not made till the current month (overdue for 181 days during June, 2025).</p> <p>However, tax due under the said transaction was paid to Government in December 2024 and input tax credit availed in the same month.</p> <p>Current month - June 25</p>	<p>No Impact</p> <p>Reversal of credit availed is not required since the condition of payment of value of supply plus tax within 180 days does not apply to supplies on which tax is payable under reverse charge.</p> <p>ITC is already availed in the previous month and thus, no impact of ITC as well in the current month</p>



<u>Model Test Papers - Important adjustments</u>		
86	Inter-State security services provided to Bharat higher secondary school for their annual day function organised in Kaman Auditorium outside the School campus	Taxable Only the security services performed within the premises of the higher secondary school are exempt
87	Rent paid to landlord, who is registered in State of Karnataka, for office located in Karnataka Note - Landlord did not upload his GSTR-1 within the prescribed time resulting in the GST amount not being reflected in GSTR-2B of M/s. ABC & Co	No ITC Supplier did not upload the details of invoice in his GSTR-1 and said details are not being reflected in GSTR-2B of the recipient
88	Air conditioner purchased for office purpose	ITC allowed
89	Vishwanath Ltd. received Rs 5,000 as price linked subsidy from a NGO on sale of each such machine, The Price of Rs 80,000 of the machine is after considering such subsidy	VOS = 85,000
90	Permanent transfer of old computers to orphanage home without consideration. Input tax credit was not availed on the same	Not a deemed supply Permanent transfer or disposal of business assets was not treated as supply even if made without consideration in terms of Schedule-I of the CGST Act, 2017 as ITC was not availed on the same.
91	Availed Works Contract service for repair of office building. Amount of repair was debited in the profit & loss account	ITC is available Repair amount is debited to P/L and not capitalized
92	Intra-state transfer of goods to its branch office in the state of West Bengal. Both places are under the same GSTIN	Not a deemed supply



	Supplier - Proprietor - Registered in WB	
93	<p>Availed legal service from an advocate to represent the matter in the Court relating to collection of disputed proceed from customers</p> <p>Recipient - Amiti Mahakal whose turnover is Rs 59 Lakhs in the preceeding FY</p>	RCM
94	Tax levied by Local Authority on sale of such machine	Add to VOS
95	Purchase of inputs used in trial runs	ITC is allowed as it is used in the course or furtherance of business
96	Cement used for making foundation and structural support to plant and machinery	ITC is allowed
97	Services provided by way of labour contracts for repairing a single residential unit otherwise than as a part of residential complex (It is an intra-State transaction)	Repairing is not covered in exemption and thus TAXABLE
98	Service of maintenance of street lights in a Municipal area involving replacement of defunct lights and other spares alongwith maintenance. Generally replacement of defunct lights and other spares constitutes 35% of the supply of service	<p>Taxable</p> <p>Pure Service is exempt only when the portion of goods is upto 25% of the supply of service</p>
99	Service of brochure distribution provided under a training programme for which 70% of the total expenditure is borne by the Government	<p>Taxable</p> <p>Services provided to the Government under any training programme for which 75% or more of the total expenditure is borne by the Government is exempt.</p>
100	Late fees for delayed payment inclusive of GST [Shri Ram Pvt. Ltd.	Nothing to be added



paid the late fees. However, these charges were ultimately waived by Shri Narayan Pvt. Ltd. and the amount was refunded to Shri Ram Pvt. Ltd. during the same month]	If the charges are waived off then no amount will be added to VOS
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Amit Bhaiya

Important Playlists / Video

1. **GST Super Revision -**

<https://www.youtube.com/playlist?list=PLpJVh7Fa6YKYyRh1I6fjj4pSYs0hPHCdG>

2. **DT Super Revision -**

https://www.youtube.com/playlist?list=PLpJVh7Fa6YKaH5iOL8NZUzUgbSz0_W1OK

3. **TDS memory technique -**

<https://youtu.be/yUwRbjpVoKc>