

FREQUENTLY ASKED QUESTIONS (FAQ)

Date 28/08/2017

1. What is the GST rate on way leave crossing services?

Ans: GST rate on way leave crossing services would be 18%.

2. If Cycle Stand operator has turnover less than Rs 20 lakhs, whether GST will be applicable on rent received from stand operator?

Ans: Taxability of GST will not be dependent upon the registration status of the service recipient, hence GST shall be charged on the rent received from stand operator.

3. What is the meaning of composite supply? Whether different rates of GST will apply on service portion and goods supply separately by issuing different invoice for services and goods?

Ans:- As per section 2 sub section (30) of the CGST Act 2017 "composite supply" means a supply made by a taxable person to a recipient consisting of two or more taxable supplies of goods or services or both, or any combination thereof, which are naturally bundled and supplied in conjunction with each other in the ordinary course of business, one of which is a principal supply.

Further naturally Bundled means a bundle of provision of various services/ supplies wherein an element of provision of one service/supply is combined with an element or elements of provision of any other service/supply.

(As per Education Guide issued by CBEC in the year 2012, The concept of composite supply under GST is identical to the concept of naturally bundled services prevailing in the service tax regime.

There will be no impact on taxation of supply as composite supply where invoice for services and goods supply are issued separately.

4. What shall be the contents of credit and debit note?

Ans: A credit or debit notes referred to in section 34 shall contain the following particulars, namely:-

- a) Name, address and Goods and Services Tax Identification Number of the supplier;
- b) Nature of the document;
- c) A consecutive serial number not exceeding sixteen characters, in one or multiple series, containing alphabets or numerals or special characters-hyphen or dash and slash symbolised as "-" and "/" respectively, and any combination thereof, unique for a financial year;
- d) Date of issue of the document;
- e) Name, address and Goods and Services Tax Identification Number or Unique Identity Number, if registered, of the recipient;
- f) Name and address of the recipient and the address of delivery, along with the name of State and its code, if such recipient is un-registered;

- g) Serial number and date of the corresponding tax invoice or, as the case may be, bill of supply;
- h) Value of taxable supply of goods or services, rate of tax and the amount of the tax credited or, as the case may be, debited to the recipient; and
- i) Signature or digital signature of the supplier or his authorised representative.

5. Is it mandatory to take the record of earning transactions as per GST, on which GST is not applicable?

Ans. Details of all the transactions being undertaken needs to be reported in the monthly returns of GST, including the exempt / nil rated transactions, hence all the transactions needs to be properly recorded.

For, Rahul & Co.
Chartered Accountants


Dhawal Shrivastava