



Dr. Anita Kadapatti

Dr. Anita G. Kadapatti is working as a Associate Professor, Department of Commerce, Sri Hurakadli Alja Shikshana Samithi's, Smt. K.S.Jigalur Arts & Dr. S.M.Shashgiri Commerce College for Women, Dharwad since 1993. She has organized one National Level Seminar on 'Retailing Perspective: Challenges and Opportunities', presented and published many papers at International, National and State Level Seminars and Conferences. She has completed M.Phil from Alagappa University in 2008 and Ph.D from Dravidian University in 2010.

A Text Book on Goods and Service Tax



Dr. Anita Kadapatti



ISBN 978-81-940145-1-5



978-81-940145-1-5

epig

Principal

S.H.A.S. Samithi's
Smt. K. S. Jigalur Arts and
Dr. (Smt) S. M. Sheshgiri Commerce
College for Women, Dharwad



A Text Book on Goods and Service Tax

Author:
DR. ANITA KADAPATTI



Handwritten signature

Principal
S.H.A.S. Samiti's
Smt. K. S. Jigalur Arts and
Dr. (Smt) S. M. Sheshgiri Commerce
College for Women, Dharwad

DISCLAIMER

The content and context of the articles are written by authors. And every care has been taken to avoid errors and omissions, this compendium is being published on condition and understanding that information given in this book is merely for reference and must not be taken having authority of binding way the author(s) editors of publisher.

Copyright @ 2019 Editors
ISBN-978-81-940145-1-5

Editor-in-chief: Dinesh Jagtap
editor@liard.org

Published by: IARD Research
www.liard.org

Printed by : BUZZER Printers

MRP- Rs. 180 /-

All rights reserved. No part of this publication may be reproduced or transmitted in form of by any means, electronic or mechanical including prototyping, recording or any information storage or retrieval system without prior permission in writing from the publisher.



PREFACE

The tax structure in India is divided into direct and indirect taxes. While direct taxes are levied on taxable income earned by individual & corporate entity, the burden to deposit taxes is on the assesses themselves. The GST reform is one such reform that goes to the government for that will be used as public finance. Further the indirect taxes are levied on the sale and provision of goods and services respectively and the burden to collect and deposit taxes is on the sellers instead of the assesses directly.

Taxes in India are levied by the Central and State Government. Some minor taxes are also levied by local authorities such as the Municipality and the Local Government. There are different taxes levied by both, Central Government and State Government. such as Income tax, Central Goods and Service Tax (CGST), Customs Duty and Integrated Goods and Service Tax (IGST) and also the State Government levied taxes such as SGST and Stamp Duty and Registration. These taxes are basically collected and deposited by the government mainly to spend on public finance. In this connection, the study of taxation structure assumes importance. In view of this, a textbook on Goods and Service Tax. This text book will provide insights into the basic tax structure in India. The text has been divided into 5 chapters. 1. Introduction 2. Exemption from Goods and Service Tax 3. Registration Process in Goods and Service Tax 4. Supply of Goods and Services under GST 5. Input Tax Credit and returns in GST. The author of this text book has taken all care into the study of GST in India. Further, this text book will serve for which it has been written and the students studying the tax structure of India. Particularly GST. The contents are planned the systemic & a logical sequence to understand the subject with ease. It is presented in a simple and self-learning style that does not require any previous knowledge of taxation. Any layman can understand the concept of GST.

I express my sincere gratitude to the Management & Administration of Shri Hurakadli Ajja Shikshana Samiti, Dharwad I extend my gratitude to the Principal and all the staff members of Smt. K. S. Jigalur Arts and Dr. (Smt.) S. M. Sheshgiri Commerce College for Women, Dharwad students who are studying in undergraduate.

S.H.A.S. Samiti's
Smt. K. S. Jigalur Arts and
Dr. (Smt) S. M. Sheshgiri Commerce
College for Women, Dharwad

I would like to express my deepest appreciation to Smt. Swapnakumari and team of IARD Research Publication as well as all those who provided me direct and indirect support for the completion of this book.

My sincere thanks to Prof. G.V.Kori for motivation provided by him along with suggestions and continuous encouragement.

I would like to thank my family, my parents, my sisters, all my daughters, brother-in-laws and friends who supported me spiritually throughout my life.

I am grateful for suggestions for the improvement of this text book.

Dr. Anita Kadapatti, PhD Commerce
Email: agkadapatti@gmail.com

Dharwad, Karnataka
Dated 2nd November 2019



CONTENTS

Unit 1 - Introduction to GST	01
1.1 Present Indirect Tax structure	02
1.2 Problems of Indirect Taxes	05
1.3 Need For Introduction of GST	05
1.4 Definitions of GST	06
1.5 Meaning of the term GST	09
1.6 Commodities to be kept outside the preview of GST other Indirect Taxes	11
1.7 Dual model of GST, Central GST (CGST) and state GST	11
1.8 Interstate goods and services tax; SGST	13
1.9 Feature of IGST	14
Exercise Unit-1	18
Unit 2 -Exemption from GST	19
2.1 Meaning of exemption suppliers, out of scope of suppliers	20
2.1.1 Unregistered Businesses	21
2.1.2 Deemed Associate Enterprise	21
2.1.3 Government department other public sector bodies	26
2.2 Categories of exemptions	30
2.2.1 Merit Based exemptions / Concessional exemptions	30
2.2.2 Technical exemptions	30
Exercise Unit-2	35

[Signature]
Principat
S.H.A.S. Samiti's
Smt. K. S. Jigalur Arts and
Dr. (Smt) S. M. Sheshgirl Commerce
College for Women, Dharwad

Unit -3 Registration Process in GST	37
3.1 Meaning of GST registration	38
3.2 Types of Registration	39
3.3 Compulsory Registration	40
3.4 Casual Dealer	41
3.5 Non-Resident Supplier	41
3.6 Registration process for new applicant	42
3.7 Black listing dealer	47
3.8 Surrender or Cancellation of Registration	49
3.8.1 Reasons for Cancellation of GST Registration	49
3.8.2 Consequences of Cancellation	50
3.8.3 Who can cancel the GST registration?	51
Exercise Unit-3	54
Unit -4 Supply of Goods and Services under GST	55
4.1 Meaning of supply goods and services	56
4.2 Conditions for taxability of supply of goods and services under GST	57
4.3 Place of Supply of Goods and Services Rules Under GST	59
4.4 Principles of GST	64
4.5 Places of supply rules for goods and services through electronic mode	65
Exercise Unit-4	68
Unit -5 Input Tax Credit and returns in GST	69
5.1 Meaning of Input tax credit	70
5.2 Manner of Taking Input Tax Credit	70
5.3 Eligibility Conditions of Input Tax Credit claim	71
5.4 Returns in GST and meaning of Returns	72
5.5 Types of returns.	73
5.6 Obligation for filing return	74
5.7 Assesses required to file return in GST	75
Exercise Unit-5	81
Skill Development Tasks	85

UNIT 1

INTRODUCTION TO GST




 Principal
 S.H.A.S. Samiti's
 Smt. K. S. Jigalur Arts and
 Commerce College for Women, Dharwad