

GST INPUT TAX CREDIT (ITC)

What is Input Tax?

◆ CGST

◆ SGST

◆ UTGST

◆ IGST

◆ Tax paid on Reverse Charge

◆ IGST Paid on Import of Goods

Charged on Purchases

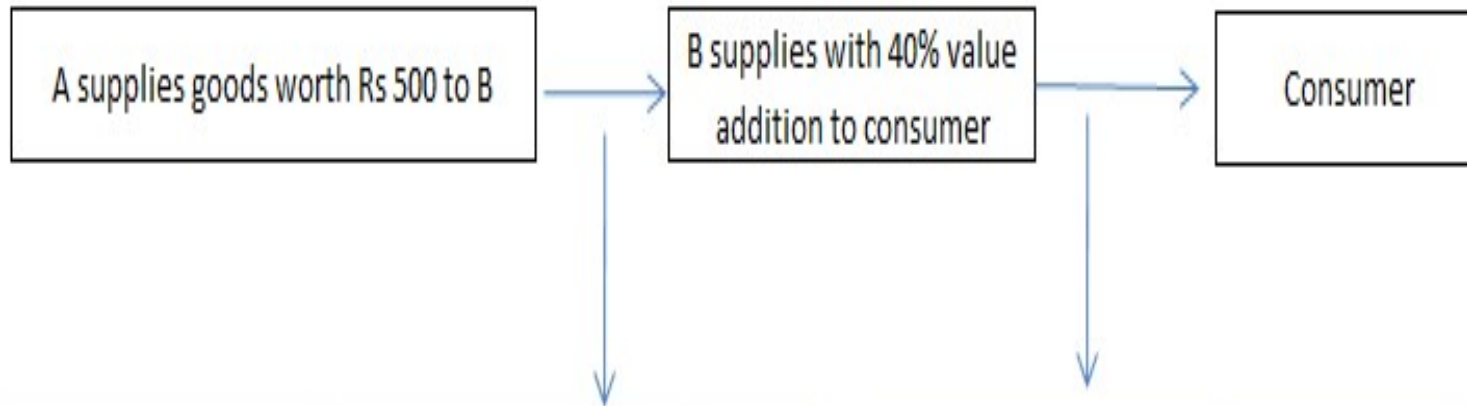
(Not includes tax paid under Composition Scheme)

What is Input Tax Credit?

- ◆ Input Tax Credit is the tax paid by businesses on purchase that is used to reduce its tax liability on Sales.

Output GST	xx
-Input GST	xx

Illustration

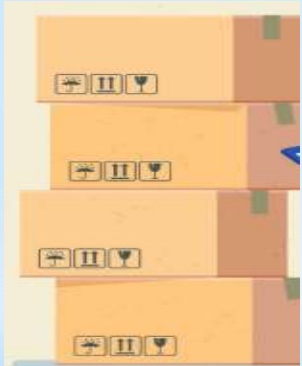


PARTICULARS	TAXABLE VALUE	CGST	SGST
Output	500	45	45
GST PAYABLE (BY CASH)		45	45

PARTICULARS	TAXABLE VALUE	CGST	SGST
Output	700	63	63
Input	500	45	45
GST PAYABLE (BY CASH)		18	18

Classification of Inputs

Inputs



Capital Goods



Input Service



For furtherance of Business

Condition No. 5



Lot 1



Lot 2



Lot 3



Lot 4

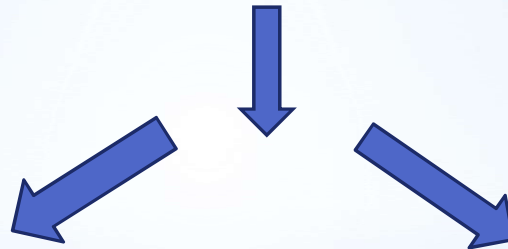


Input available at the time
of receipt of last lot for
the whole Purchase

Condition No. 6



Depreciation charged on



Cost=Actual Price+GST

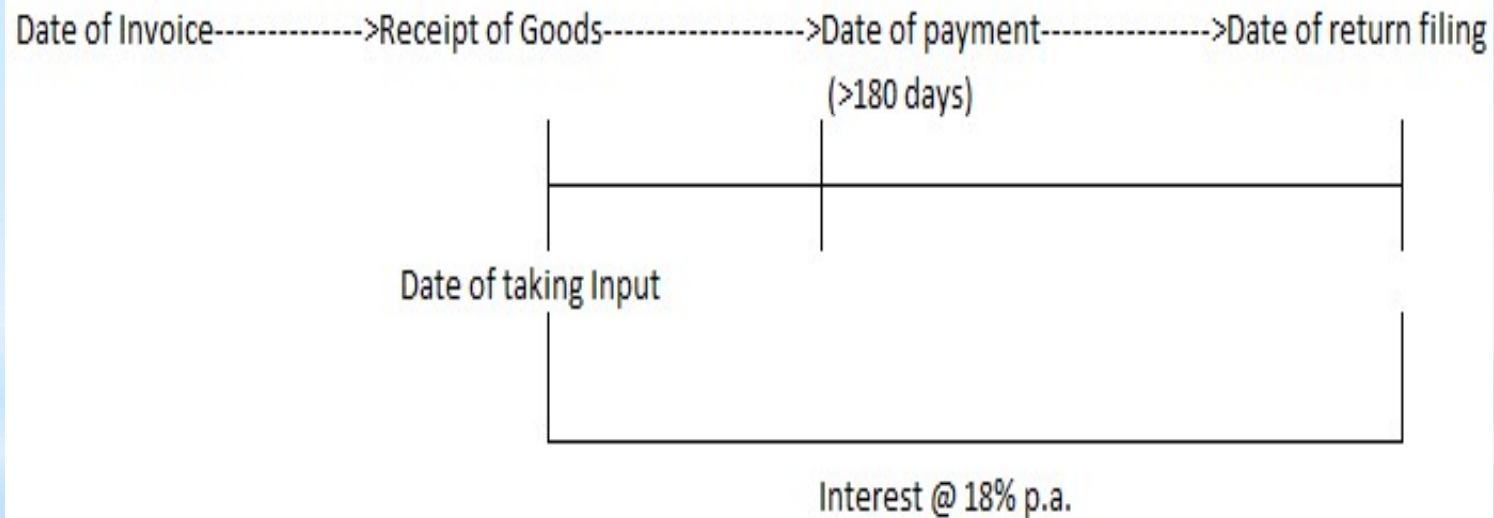
ITC Not available

Cost=Actual Price

ITC available

Interest Liability in case of Reversal of ITC

Interest to be paid @ 18% p.a.



Ineligible ITC



Food & Beverages



Outdoor Catering



Beauty Treatment



Health Services



Cosmetic & Plastic Surgery

ITC Available if rendered for same type of Service

Ineligible ITC



Club Membership



Health Membership



Fitness Membership



Travel

Ineligible ITC



Rent a cab



Life Insurance



Health Insurance

ITC Available

**if rendered for same
type of Service**

**If made obligatory by
Government for employer**

Ineligible ITC



Work Contract Service



**Goods & Services used for
Construction of Immovable
Property for own use**

**ITC Available for Construction
Of Plant & Machinery**

**ITC Available if
rendered for
same type of Service**



Ineligible ITC

Composition
Scheme

Non Resident
Taxable
Person

Personal
Consumption

Free Samples
& Destroyed
Goods

Fraud cases

Ineligible ITC

Motor vehicles and other Conveyance

Passenger Transport



Goods Transport Agency



YES

Upto 13 Passengers



More than 13 Passengers



YES

No, Except for

Supply of Vehicles



Transportation of Passengers



Motor driving training Institute

