



Murlidhar Sons



Annexure 2- Illustration

Manufacturer

Purchases	Amount	Tax	Tax Amount	Total
Fabric	500000	5%	25000	525000
Yarn	300000	18%	54000	354000
Quartz	300000	5%	15000	315000
Steel	200000	18%	36000	236000
Totals	1300000		130000	1430000

Sales	Amount	Tax	Tax Amount	Total
Interlining	750000	12%	90000	840000
Buttons	500000	18%	90000	590000
Sewing Thread	400000	18%	72000	472000
Zippers	300000	18%	54000	354000
	1950000		306000	2256000

Tax Calculation		
Tax Liability	GST charged to customer	306000
Tax Credit	GST payable to suppliers	130000
Tax Payable	Liability - Credit	176000

Trader

Purchases	Amount	Tax	Tax Amount	Total
Interlining	750000	12%	90000	840000
Buttons	500000	18%	90000	590000
Sewing Thread	400000	18%	72000	472000
Zippers	300000	18%	54000	354000
Totals	1950000		306000	2256000

Sales	Amount	Tax	Tax Amount	Total
Interlining	950000	12%	114000	1064000
Buttons	625000	18%	112500	737500
Sewing Thread	500000	18%	90000	590000
Zippers	375000	18%	67500	442500
	2450000		384000	2834000

Tax Calculation		
Tax Liability	GST charged to customer	384000
Tax Credit	GST payable to suppliers	306000
Tax Payable	Liability - Credit	78000

Garment Manufacturer

Purchases	Amount	Tax	Tax Amount	Total
Interlining	950000	12%	114000	1064000
Buttons	625000	18%	112500	737500
Sewing Thread	500000	18%	90000	590000
Zippers	375000	18%	67500	442500
Totals	2450000		384000	2834000

Sales	Amount	Tax	Tax Amount	Total
Garments < Rs. 1000	3500000	5%	175000	3675000
Garments > Rs. 1000	2500000	12%	300000	2800000
	6000000		475000	6475000

Tax Calculation		
Tax Liability	GST charged to customer	475000
Tax Credit	GST payable to suppliers	384000
Tax Payable	Liability - Credit	91000