

Tally Practice Questions

XYZ Ltd. is a manufacturing company based in Maharashtra, India. The company produces electronic gadgets and sells them both within Maharashtra and to other states. Let's explore various GST-related situations that XYZ Ltd. faces during their business operations.

Purchase of Raw Materials

XYZ Ltd. purchases raw materials from multiple suppliers:

- From a supplier in Gujarat worth ₹10,00,000 plus 18% IGST.
- From a local supplier in Maharashtra worth ₹5,00,000 plus 9% CGST and 9% SGST.
- From a supplier in Tamil Nadu worth ₹2,00,000 plus 18% IGST.

Production and Value Addition

After processing the raw materials, the value of the finished goods is ₹20,00,000. During production, XYZ Ltd. incurs additional expenses for services (such as consultancy and logistics):

- Consultancy services from a firm in Maharashtra: ₹1,00,000 plus 18% GST (split into 9% CGST and 9% SGST).
- Logistics services from a provider in Karnataka: ₹50,000 plus 18% IGST.

Sales within the State

XYZ Ltd. sells goods worth ₹8,00,000 within Maharashtra, charging 9% CGST and 9% SGST.

Interstate Sales

The company sells goods worth ₹12,00,000 to a dealer in Karnataka, charging 18% IGST.

Export of Goods

XYZ Ltd. exports goods worth ₹5,00,000 to a customer in the USA. Exports are zero-rated under GST.

Input Tax Credit (ITC) and Tax Payments

XYZ Ltd. claims ITC on the IGST paid for raw materials purchased from Gujarat and Tamil Nadu, CGST & SGST paid on local purchases, and the GST paid on consultancy and logistics services.

MCQ Questions:

1. What is the total value of raw materials purchased by XYZ Ltd. from Gujarat?
 - A) ₹5,00,000
 - B) ₹10,00,000
 - C) ₹8,00,000
 - D) ₹12,00,000
 - Correct Answer: B) ₹10,00,000**
2. What is the IGST rate charged on the interstate purchase from Tamil Nadu?
 - A) 9%
 - B) 12%
 - C) 18%
 - D) 28%
 - Correct Answer: C) 18%**
3. How much CGST is paid on local purchases in Maharashtra?
 - A) ₹45,000
 - B) ₹72,000
 - C) ₹27,000
 - D) ₹36,000
 - Correct Answer: A) ₹45,000**
4. What is the value of goods sold within Maharashtra by XYZ Ltd.?
 - A) ₹12,00,000
 - B) ₹10,00,000
 - C) ₹8,00,000
 - D) ₹20,00,000
 - Correct Answer: C) ₹8,00,000**
5. What is the total output CGST payable on intrastate sales?
 - A) ₹72,000
 - B) ₹45,000
 - C) ₹36,000
 - D) ₹27,000
 - Correct Answer: A) ₹72,000**
6. How much IGST is payable on interstate sales to Karnataka?
 - A) ₹1,80,000
 - B) ₹2,16,000
 - C) ₹72,000
 - D) ₹36,000
 - Correct Answer: B) ₹2,16,000**
7. What is the total input tax credit available for XYZ Ltd.?
 - A) ₹90,000
 - B) ₹2,25,000
 - C) ₹2,70,000

- D) ₹2,88,000
 - **Correct Answer: D) ₹2,88,000**
8. What is the net CGST payable after claiming ITC?
- A) ₹72,000
 - B) ₹45,000
 - C) ₹27,000
 - D) ₹18,000
 - **Correct Answer: D) ₹18,000**
9. What is the net IGST payable after claiming ITC?
- A) ₹1,80,000
 - B) ₹72,000
 - C) ₹2,16,000
 - D) -₹9,000
 - **Correct Answer: D) -₹9,000**
10. Which type of tax is applied when XYZ Ltd. exports goods to the USA?
- A) CGST and SGST
 - B) CGST only
 - C) SGST only
 - D) Zero-rated
 - **Correct Answer: D) Zero-rated**

