

1% GST payable on a Composition taxpayer engaged in manufacture of Sweet, Namkins, doing only the counter sales

FACT OF THE CASE

1. The applicant, Chikkaveeranna Sweet Stall stated that he is running a sweet stall and is engaged in manufacturing the sweets and doing counter sales on a retail basis. He also states that he is registered as “Composition Taxpayer” under GST and selling the goods over the counter and not having any facility of restaurant or hotel.
2. The applicant stated that at present they are paying 1% composition tax on total turnover, as he is a manufacturer of sweets and not providing any goods for human consumption at the place of shop.

DECISION OF THE CASE

1. The coram of Dr. M.P.Ravi Prasad and T.Kiran Reddy ruled that Rate of GST applicable for a Composition tax payer who are engaged in the manufacture of sweet and namkeens and who is doing only the counter sales, is one percent (0.5% COST and 0.5% SGST) subjected to the condition mentioned in the Notification No. 8/2017-Central Tax dated: 27.06.2017 and further amended notifications.
2. The Karnataka Authority of Advance Ruling (AAR) held that 1% GST payable on a Composition taxpayer engaged in manufacture of Sweet, Namkins, doing only the counter sales.