Case Study Based Questions

44 A manufacturer who produces good X, buys raw material worth ₹ 7500 from the local market after paying GST at the rate of 5%. After completing production process of good X, he sells the finished product to the dealer of the good at profit of 40%. If the purchase and the sale both are intrastate and the rate of GST for the finished product is 12%, then find the following

(i) The input tax (under GST) paid by the manufacturer.

(ii) The output tax (under GST) collected by the manufacturer.

(iii) The tax (under GST) paid by the manufacturer to the Central and State Governments.

(iv) The amount paid by the dealer for the finished product.

(v) If the cost of raw material increase to ₹ 10000, what will be the input tax (under GST) paid by the manufacturer?