**FAQs on Goods & Services Tax**

**11. Concept of Input Service Distributor in GST**

**Q 15. The credit of tax paid on input service used by more than one supplier is \_\_\_\_\_\_\_\_**

(a) Distributed among the suppliers who used such input service on pro rata basis of turnover in such State.

(b) Distributed equally among all the suppliers.

(c) Distributed only to one supplier.

(d) Cannot be distributed.

Ans. (a) Distributed among the suppliers who used such input service on pro rata basis of turnover in such State.

**Q 16. Whether the excess credit distributed could be recovered by the department?**

Ans. Yes, excess credit distributed could be recovered along with interest from an ISD by the department.

**Q 17. What are the consequences of credit distributed in contravention of the provisions of the Act?**

Ans. The credit distributed in contravention of provisions of Act could be recovered from the unit to which it is distributed along with interest.

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