***FAQs On Goods & Services Tax***

***2. Levy of and Exemption from Tax***

Q 5. In respect of exchange of goods, namely gold watch for restaurant services will the transaction be taxable as two different supplies or will it be taxable only in the hands of the main supplier?

Ans. No. In the above case the transaction of supply of watch from consumer to the restaurant will not be an independent supply as the same is not in the course of business. It is a consideration for a supply made by the restaurant to him. The same will be a taxable supply by the restaurant.

Q 6. Whether supplies made without consideration will also come within the purview of Supply under GST?

Ans. Yes only those cases which are specified under Schedule I to the Model GST Law.

Q 7. Who can notify a transaction to be supply of goods and/or services?

Ans. Central Government or State Government on the recommendation of the GST Council can notify a transaction to be the supply of goods and/or services.

Q 8. Will a taxable person be eligible to opt for composition scheme only for one out of 3 business verticals?

Ans. No, composition scheme would become applicable for all the business verticals/registrations which are separately held by the person with same PAN.

*Source:http://cbec.gov.in/resources//htdocscbec/deptt\_offcr/faqongst.pdf;jsessionid=825C7C194F0FC0652FFE5A809FE81F69*

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