Lesson Objectives

On completion of this lesson, you will be able to understand how to:
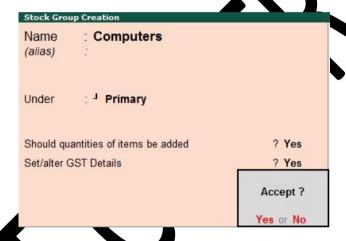
- Create stock group with GST Rates
- Create stock items with GST Rates
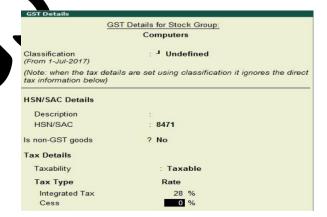- Setting MRP Details

Create Stock Group

Go to **Gateway of Tally > Inventory Info. > Stock Group > Create (Single Stock Group)**

In Stock group creation screen,

Stock Group Creation

Name	: **Computers**
(alias)	:
Under	: ⌐ **Primary**
Should quantities of items be added	? **Yes**
Set/alter GST Details	? **Yes**

Accept ?

Yes or No

a. Type the Stock group name as **Computers**.
b. Put it under the group **Primary**.
c. Enable the option "**Should quantities of items be added**".
d. Enable the option "**Set/alter GST Details**".

GST Details

GST Details for Stock Group:
Computers

Classification (From 1-Jul-2017)	: ⌐ **Undefined**

(Note: when the tax details are set using classification it ignores the direct tax information below)

HSN/SAC Details

Description	:
HSN/SAC	: **8471**
Is non-GST goods	? **No**

Tax Details

Taxability	: **Taxable**

Tax Type	Rate
Integrated Tax	28 %
Cess	0 %

Specify the details in the **GST Details** screen, and save.

Taxability: Select **Taxable** for goods and services that are classified as taxable type of supply under GST. Select **Exempt**, if the type of supply is exempted from tax under GST, or select **Nil Rated**, if the tax rate applicable to the type of supply is 0% under GST.

Integrated Tax: When you enter the integrated tax, state tax and central tax are calculated as half of the integrated tax specified. You can change state tax or central tax by using F12 configuration.

e.   Press **Ctrl + A** to save.

Non-GST Goods

Some goods such as petroleum crude, high-speed diesel, motor spirit (petrol), natural gas, aviation turbine fuel, and liquor fit for human consumption, are not covered under GST and hence are classified as non-GST goods. In Tally.ERP 9, items can be set as non-GST goods.

1. **To set an item as non-GST good**

2. 1. In the **GST Details** screen of the stock item or stock group, click **F12: Configure**.

3. 2. Enable the option **Set type of goods?**

4. 3. Press **Ctrl+A** to accept.

5. 4. In the **GST Details** screen, set the option **Is non-GST goods?** to **Yes** to configure the item/group as non-gst.

6. 5. Press **Ctrl+A** to accept.

7. 6. Save the item or group master.

Create the following Stock Groups

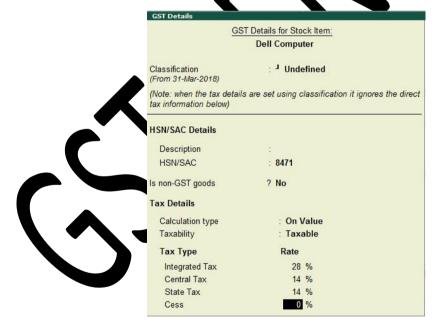| Stock Group Name	Under	Integrated Tax Rate
Washing Machine	Primary	18%

Create Stock Items

Go to **Gateway of Tally > Inventory Info. > Stock Item> Create (Single Stock Item).**

In stock item creation screen,

a. Type the Stock Item name as **Dell Computer**
b. Put it under the group **Computers**.
c. Units as "**Nos**".
d. Enable the option "**Set/alter GST Details**"

Specify the details in the **GST Details** screen, and save.

Note: If you have modified the tax rates before, press **Alt + L** to view the history of tax rate changes.

3. Select the **Type of supply**.

4. Press **Ctrl + A** to save.

The type of supply selected for a stock item is applicable only for that item. If multiple items with varying type of supply configuration are selected in an invoice, the type of supply configured for one item is not inferred for another.

Create the Stock Items

Stock Item Name	Stock Group (Under)	Units of Measure	HSN/SAC Code
Samsung Computer	Computers	Nos	8471
LG Air Conditioner	Air Conditioner	Nos	8415
GodrejAir Conditioner	Air Conditioner	No	8415

3.1 Setting MRP details

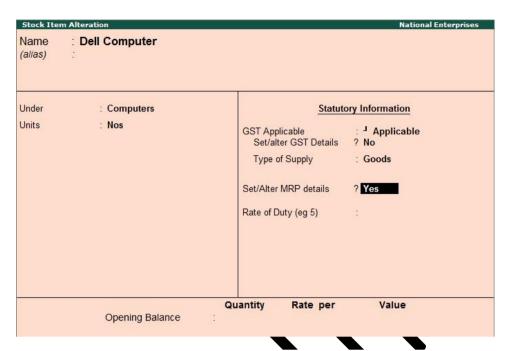To capture the MRP of stock items in the invoice, you have to enter the MRP details in the stock item master.

To enable the MRP feature in the stock item master

1. Click **F12: Configure** in the **Stock Item Alteration** screen.

2. **Allow MRP/Marginal for stock item? - Yes** .

3. Press **Ctrl+A** to accept.

To enter the MRP for the stock item

1. In the **Stock Item Alteration** screen, enable **Set/alter MRP details?**

2. In the **MRP Details** screen:

Allow MRP modification in voucher? - **Yes** , if you want to modify the MRP during the transaction.

 Consider MRP for calculation of GST rate in Slab rate? - Set this to **Yes** if you want the MRP of a stock item to be considered for GST rate calculation when slab rates are applicable. In this case, the tax amount still gets calculated on the selling price of the item.

 Enter the **MRP Rate/Margin** .

Press **Ctrl+A** to accept.

3. In the **Stock Item Alteration** screen, press **Enter** to save .

   To enter state-wise MRP for the stock item

1. In the **MRP Details** screen, click **F12: Configure** .

2. **Allow state-wise MRP?** - **Yes** .

---

3. In the **MRP Details** screen:

Enter the **Applicable From** date.

Select the **State Name** from the **List of States** .

Enter the **MRP Rate** .

MRP Details

MRP details for : **Dell Computer**

Allow MRP modification in voucher   ? **Yes**
Consider MRP for calculation of GST rate in Slab rate ? **No**

Applicable From	State Name	MRP Rate	Per
1-7-2017			
	Karnataka	26,200.00	Nos
	Andhra Pradesh	26,300.00	Nos
	Kerala	26,500.00	Nos
	Tamil Nadu	26,200.00	Nos

Press **Ctrl+A** to accept.

4. Press **Enter** to save.

3.2 Setting slab-wise GST details (tax on item rate)

   To set slab-wise GST details

1. Go to **Gateway of Tally > Inventory Info. > Stock Items > Create**

Stock Item Creation   National Enterprises
Name   : **LED Bulbs**
(alias)   :

Under   : **Bulbs**   **Statutory Information**
Units   : **Nos**
                                                  GST Applicable   : ⌐ **Applicable**
                                                     Set/alter GST Details   ? **Yes**
                                                  Type of Supply   : **Goods**

                                                  Set/Alter MRP details   ? **No**

                                                  Rate of Duty (eg 5)   : **0**

                                        Quantity   Rate per   Value   Accept ?
                 Opening Balance   :   Yes or No

2. **Set/alter GST Details - Yes**.

3. **Calculation type - On Item Rate**.

The **Tax on Item Rates** screen appears.

Consider additional expense/income ledger for slab rate calculation - Set this option to **Yes** when you want to apportion additional expenses in slab rate calculation for a stock item.

Under **Rate** , set the slab rates in **Greater than** and **Up to** .

Set the **Tax Type** and **Integrated Tax Rate** . The **Central Tax Rate** and **State Tax Rate** will get automatically calculated.

Stock Item : **LED Bulbs**
Consider additional expense/income ledger for slab rate calculation : **No**

Rate		Tax Type	Integrated Tax	Central Tax	State Tax	Cess	
Greater than	Up to		Rate	Rate	Rate	Valuation Type	Rate
0	500	Taxable	5 %	2.50 %	2.50 %	Based on Value	0 %
500		Taxable	18 %	9 %	9 %	Based on Value	0 %

Press **Ctrl+A** to accept.

4. Press **Ctrl+A** to accept the **GST Details** screen.

5. Save the details in the **Stock Item Creation** screen.

*** Chapter – end ***