

Service Tax

It is a type of Tax which is collected by seller of service organization to buyer of service.

• Activation process of service Tax :

Press F11 key → F3 Key

Enable service Tax (yes)

set/Alter service Tax details (yes)

[Now fill Company service Tax details]

Then press Control + A key

Questions:-

1. Mr. Lahu takes admission in our organization in DCA Course and paid fee Rs. 5000 in cash and @10% extra as service Tax.
2. Course fee received with service tax to Mr. Lahu.
3. See service Tax report
4. Service Tax paid to Government by cheque of SBI.

— x — x — x — x —

Ledger Creation:-

G.P.T → Accts Info → Ledger → Single ledger → Create

(i) Name - Mr. Lahu under - Sundry debtors.

Maintain balance bill by bill (yes)

Inventory values are affected (No)

Is Service Tax Applicable (yes)

(ii) Name - SBI Bank under - Bank A/c

(iii) Name - Service Income | Sales A/c

under - sales A/c

Inventory values are affected - yes

Is service Tax applicable - yes

(Category name - Business support service)

(iv) Name - Service Tax
Under - Duties & Taxes
Type of Duty/Tax - Service Tax
Category name - Business Support Service
Inventory values are affected - (Yes)

X X
Stock Item Creation

G.O.T → Inventory Info → Stock Item →
Single Stock Item → Create
Name - DCA
Under - Primary
Accept (Yes)

Q.1 Answer: Sales Voucher Entry

G.O.T → Accounting Voucher → Press f8 key
Party A/c Name - Mr. Lal
Sales ledger - Service Income | Sales A/c

Name of Item - DCA

Amount - 5000

Press enter key

↓
Again press enter key

↓
Now select Service Tax

↓
Then open a service Tax details
↓
dialog box

Now give service Tax at a rate of 10%.

↓
Then press Control + A Key

↓
Again press Control + A Key.

Q.2 Answer: Receipt Voucher

G.O.T → Accounting Voucher

↓
Press f6 key

SBI A/c Dr. 5500
To Mr. Lal A/c 5500
Accept (Yes)

Q.3 Answer:

To see Service Tax Report

G.O.T → Display →
Statutory report →
Service Tax Report →
Service Tax Payable →

Total Service Tax Payable - 500

Q.4 Answer:

Payment Voucher

G.O.T → Accounting Voucher → Press f5 key

Service Tax A/c Dr. 500
To SBI Bank A/c 500

Payment
prepaid - No

Accept (Yes)

Note - ~~Again~~

Again see
Service Tax Report

THE END of session