

GST reporting – Total Taxable purchase shown in GST-03 is more than K1 form and Tax paid not shown in GST report

In K1 form:

Charges in K1 form	MYR
Value of imported goods	5000.00
Freight	200.00
Insurance	300.00
CIF	5500.00
GST[IM] for CIF@ 6%	330.00

In GST report

GOODS AND SERVICE TAX REPORT									
PERIOD : 1 TO 5									
TRANSACTION TYPE :							PRINTED ON : 31/05/2015		
DOTA 2 WORKSHOP							Page 1 of 1		
PD	DATE	ACCNO	REF.	COMPANY	Tax %	Taxable Sales	Taxable Purch.	Tax Collected	Tax Paid
IM GST incurred for import of goods									
5	17/05/2015	9023/000	PI000003	B	6.00	0.00	200.00	0.00	0.00
5	17/05/2015	9022/000	PI000003	C	6.00	0.00	300.00	0.00	0.00
5	17/05/2015	4800/010	SGD0001	FOREIGN SUPPLIER NAME	6.00	0.00	5,500.00	0.00	330.00
						0.00	6,000.00	0.00	330.00
NR Purchase from non GST-registered supplier with no GST									
5	17/05/2015	6010/000	SGD10001		0.00	0.00	5,000.00	0.00	0.00
						0.00	5,000.00	0.00	0.00
TX Purchases with GST incurred at 6% and directly attributable									
5	17/05/2015	9021/000	PI000003	Forwarder X Company	6.00	0.00	400.00	0.00	24.00
						0.00	400.00	0.00	24.00

In GST-03

6) Input Tax

a) Total Value of Standard Rated Acquisition * RM ⓘ

b) Total Input Tax (Inclusive of Bad Debt Relief & other Adjustments)* RM

Transaction Listing (Purchase)							
Item 6a details							
Doc No	Doc Date	Document Type	Supplier	Description	Tax Code	Taxable Amount	GST Amount
▶ TAX CODE: IM (2)							
PI000003	17/05/2015	GD	B/C/Forwarder X Company		IM	900.00	330.00
SGD0001	17/05/2015	GD	Foreign Supplier		IM	5500.00	330.00
TOTAL						6400.00	660.00

Why?

It is due to an incorrect amount in Taxable Purchase amount:

GL Account	Reference No.	Taxable Purchase	GST Classification	GST details	Debit	Credit
Input Tax	PI000003	5500.00 [Total of K1 form]	IM	Foreign Supplier Invoice details	330.00	
Freight	PI000003		IM*		200.00	
Insurance	PI000003		IM*		300.00	
Handling Fee	PI000003	400.00	TX	Forwarder supplier invoice Details	400.00	
Input Tax	PI000003		TX		24.00	
Supplier	PI000003					1254.00
				Total	1254.00	1254.00

Solution

You have to make sure no IM GST classification for Expenses GL account. Reason being GST has been calculated into the GST for importation of goods (as per the K1 form).

GL Account	Reference No.	Taxable Purchase	GST Classification	GST details	Debit	Credit
Input Tax	PI000003	5500.00 [Total of K1 form]	IM	Foreign Supplier Invoice details	330.00	
Freight	PI000003		✓		200.00	
Insurance	PI000003		✓		300.00	
Handling Fee	PI000003	400.00	TX	Forwarder supplier invoice Details	400.00	
Input Tax	PI000003		TX		24.00	
Supplier	PI000003					1254.00
				Total	1254.00	1254.00

For proper way of transaction entry, please refer to

<http://knowledge.sage.my/index.php?/article/AA-05617/0/Sage-UBS-Transaction-File-Maintenance.html>

*** The End ***