

GST AND ITS IMPACT ON LOGISTICS INDUSTRY IN INDIA -AN ECONOMIC ANALYSIS

¹Sivashankari K , ²Kirubakaran K

¹Student ,1st year BA.LLB (Honours) , Saveetha School of Law, Saveetha Institute of Medical and Technical Sciences, Saveetha University, Chennai-77, Tamil nadu .India.

²Assistant Professor, Saveetha School of Law, Saveetha Institute of Medical and Technical Sciences, Saveetha University, Chennai-77, Tamil nadu .India.

sivashankari2799@gmail.com, garan24@gmail.com.

ABSTRACT

Logistics segment assumes an extremely noteworthy part in the improvement of our country. The Indian logistics industry is required to develop relentlessly. In any case, the logistics costs in India are high when contrasted with created nations. This is basically because of complex duty structure and poor foundation. As of now the cargo that moves the nation over is saddled different circumstances. So this paper is an examination of what the effect of Goods and Service Tax (GST) will be on Logistics Sector in India principally in Transportation, Warehousing and Logistics Service Providers. Catchphrases: GST, Freight Forwarding, Logistics Service Providers

KEYWORDS: Logistics, GST, Industry, Freight, economic analysis

INTRODUCTION

Logistics Sector in India is exceptionally divided. Because of expanded modern exercises, the India coordinations industry has increased tremendous centrality throughout the years and a noteworthy donor of Indian GDP. The India logistics industry is anticipated to develop at CAGR of 15-20% amid the money related year 2016 to the budgetary year 2020. The essential bottleneck in driving monetary development of this area is because of various duty charged by experts at interstate check posts. This outcomes in high logistics costs putting additional cost load on the clients. The logistics costs in India is high (13 for each penny of GDP) when contrasted with created nations (8-9 for each penny of GDP). The India logistics part is essentially arranged into four sections including transportation, warehousing, cargo sending and esteem included logistics . Transportation alone holds 60 for every penny offer of the logistics business and rest 40 for every penny is contributed by warehousing, cargo sending and

esteem included logistics. GST usage will be an amusement changing occasion for organizations and especially for sorted out logistics players. Logistics is by and large the point by point association and usage of a mind boggling task. In a general negotiating prudence, logistics the administration of the stream of things between the purpose of source and the purpose of utilization with a specific end goal to meet prerequisites of clients or enterprises. The logistics of physical things ordinarily includes the reconciliation of data stream, material taking care of, generation, bundling, stock, transportation, warehousing and regularly security.

HYPOTHESIS

Null hypothesis: There is no significant impact on logistics due to the implementation of GST taxation

Alternative hypothesis: There is significant impact due to the implementation of GST taxation

MATERIALS AND METHODS:

Current paper attempts to analyse the GST act and its effect on the logistics industry through a empirical study study by using sampling method. The collected response is 300 . The population size is 601 and we use random sampling method.

FINDINGS:

In 300 people , 56.6% people says that the implementation of GST taxes have great impact on logistics and 43.3% people says that there is no impact on gst due to the implementation of GST. 50% people says that logistics plays a significant role in the development of nation and 50% people says that it doesn't plays much important role . 23.3% people says that the implementation GST have some changes and 76.6% people says that there is not much changes. 63.3% people says that GST leads to the jeopardy and 36.6% says that it do not leads to jeopardy .71% people says that the situation of the people remains neutral after implementation of GST nd 29% people says that its doesn't . 70% people says that the GST helps as a barrier for the development of low economic logistics and 30% says that it do not acts as a barrier fo rght development of low economic logistics . 50% people says that the implementation of GST has made the human survival a challenging one and 50% says that it doesn't. 40% people says that there is a positive impact on logistics after implementation of GST and 60% says there is negative impact after the implementation of GST . 47.3% people says that there is a necessity of GST in economy and 52.6% says there is no necessity . 41.6% people says

that GST affects the basic rights of the people and 56.3% says that GST do not affect the basic rights of the people.

DISCUSSION:

Majority people's are feeling that implementing the GST tax is good. Half of the people thinks that the GST affects the logistics industry and half thinks that it doesn't. Majority of people thinks that GST affects the financial background of the logistics Owners . Most of the people think that it affects the common people. Majority of people thinks that GST had let to the increase in fare price .Majority of the people feels that the logistics industry is not affected due to GST. 83.3% people thinks that imposing extra logistical tax of 10.25% in multiplex affects the owners.

CONCLUSION:

From the above observations, findings and discussion it shows that implementation of GST has significant effects on the logistics Industry. And it also plays a role in the fare prices. From this the researcher is concluding that the GST impacts on logistics industry is positive for companies and negative for shipping owners

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Questionnaire:

- Name:
- Age:

1. Does GST have a great impact on logistics ?
 - A. Yes
 - B. No
2. Do logistics play a significant role in the development of the nation ?
 - A. Yes
 - B. No
3. Is there any significant changes after implementation of GST?
 - A. Yes
 - B. No
4. Does GST in logistics leads to jeopardy ?
 - A. Yes
 - B. No

5. Does the situation of people remains neutral after implementation of GST?
 - A. Yes
 - B. No
6. Does GST acts as a barrier for the development of low economic logistics ?
 - A. Yes
 - B. No
7. Does GST makes the human survival a difficult one after implementation ?
 - A. Yes
 - B. No
8. What sort of impact does GST gives in the logistics ?
 - A. Positive
 - B. Negative
9. Is there any necessity of GST in logistics sector?
 - A. Yes
 - B. No
10. Does GST affects the basic rights of the people?
 - A. Yes
 - B. No

TABULATION:

1. Does GST have a great impact on logistics ?

	Respondents	Percentage
Yes	170	56.6
No	130	43.3

2. Do logistics play a significant role in the development of the nation ?

	Respondents	Percentage
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Yes	150	50
No	150	50

3. Is there any significant changes after implementation of GST?

	Respondents	Percentage
Yes	70	23.3
No	230	76.6

4 .Does GST in logistics leads to jeopardy ?

	Respondents	Percentage
Yes	192	63.3
No	108	36.6

5. Does the situation of people remains neutral after implementation of GST?

	Respondents	Percentage
Yes	213	71
No	87	29

6.Does GST acts as a barrier for the development of low economic logistics ?

	Respondents	Percentage
Yes	210	70
No	90	30

7.Does GST makes the human survival a difficult one after implementation ?

	Respondents	Percentage
Yes	150	50
No	150	50

8.What sort of impact does GST gives in the logistics ?

	Respondents	Percentage
Positive	120	40
Negative	180	60

9. Is there any necessity of GST in logistics sector?

	Respondents	Percentage
Yes	142	47.3
No	158	52.6

10.Does GST affects the basic rights of the people?

	Respondents	Percentage
Yes	125	41.6
No	175	58.6

