

THE GOODS AND SERVICES TAX (GST)

The GST is 10% of the sale price. It is paid by the consumer and passed onto the government by the seller of the goods or services.

Note that GST is NOT applied on a range of items, particularly those which have not been transformed, for example raw vegetables and fruit. The bill that you are given at the supermarket displays the items on which GST has not been applied.

The final advertised price, inclusive of the GST, represents 110% of the value of the product: the cost (100%) plus the GST of 10% gives 110%.