

CBCS SCHEME

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20MBAFM403

Fourth Semester MBA Degree Examination, June/July 2023 Indirect Taxation

Time: 3 hrs.

Max. Marks:100

Note: 1. Answer any FOUR full questions from Q.No.1 to Q.No.7.
2. Question No. 8 is compulsory.

- 1 a. What is Dual GST? (03 Marks)
b. Explain the compulsory registration in certain cases under GST. (07 Marks)
c. Discuss the confiscation of goods under Custom Act. (10 Marks)
- 2 a. What is the concept of Supply? (03 Marks)
b. Explain the Penalty under 114 AB and 114AC. (07 Marks)
c. Discuss the various provisions under GST return filing. (10 Marks)
- 3 a. What is Reverse Charge Mechanism in GST? (03 Marks)
b. M/s 'R' Ltd having a manufacture of Computers has five factories in the State of Maharashtra. Following are the details given :

Place	PY Turnover in lakhs (Including taxes at 18%)
Thane	60.82
Kolhapur	14.00
Pune	8.20
Solapur	30.00
Nashik	43.20

156.22

- Is M/s 'R' Ltd., eligible for composition levy scheme in the current year? (07 Marks)
- c. From the particulars given below, find out assessable value of the imported goods under Custom Act 1962. (10 Marks)

	Particulars	US \$
1.	Cost of Machine at the factory of the Exporting Country	10,000
2.	Transport charges incurred by the exporter from his factory to the part for shipment.	500
3.	Handling charges paid for loading the machine in the ship.	50
4.	Buying commission paid by the importer	50
5.	Freight charges from exporting country to India.	1000
6.	Exchange rate to be considered 1\$ = Rs 65.	

- 4 a. What is Input Tax Credit? (03 Marks)
b. Vahini Pvt. Ltd., is a registered under GST. P.Y. turnover was Rs 100 lakhs. Applicable GST rate is 18%. Inputs cost is Rs 7,80,000. (Exclusive of GST 18%). Profit margin is 40% on cost. Find the invoice price and advice the best option to pay tax if any. There is no opening balance and closing for the tax period. (07 Marks)

- c. An Indian Importer imported machine from London. From information given below compute Assessable value.
- Cost of machine 10,000 Pounds.
 - Packing charges 500 Pounds.
 - Transportation by Air.
 - Premium 3000 Pounds.
 - Commission paid to brokerage of Exporter for arrange the deal 100 Pounds.
 - Amount paid to an employee of exporter assembling the machine to factory 3000 Pounds.
 - Rate of Exchange 1 Pound is equal to Rs 80. (10 Marks)
- 5 a. What is Anti – dumping Duty? (03 Marks)
- b. Explain the needs for GST in India. (07 Marks)
- c. Classify the following supplies into composite supply and mixed supply :
- i) Supply of goods, Packing materials , Transport and Insurance.
 - ii) Supply of Diwali gift box consisting of canned foods, Sweets , Cakes and Aerated drinks.
 - iii) Supply of Tooth paste with brush.
 - iv) Supply of Shaving cream and razor.
 - v) Painting of Building.
 - vi) Combo pack of Santhoor soap and Hand wash.
 - vii) Buy two Soaps and get 250 ml Juice bottle.
 - viii) Installation of plant.
 - ix) Supply of Coconut oil with cans.
 - x) Erection of Machinery and Warranty. (10 Marks)
- 6 a. What is Baggage? (03 Marks)
- b. The M/s Ex Co., imports Pan Masala into India and the C.I.F value is INR 500/-. The rates of tax of Pan Masala (HSN code 21069020) are basic Customs duty 37.5% ; IGST 28% and Compensation Cess 60%. Compute total Import duty. (07 Marks)
- c. Determine the time of supply in the following independent taxes in case of goods, with suitable explanation.
- | Sl. No. | Date of Renewal | Date of Invoice | Date of Payment |
|---------|-----------------|-----------------|-----------------|
| 1 | 15/03/21 | 18/03/21 | 26/03/21 |
| 2 | 15/04/21 | 14/04/21 | 16/04/21 |
| 3 | 02/08/21 | 16/08/21 | 19/08/21 |
| 4 | 04/10/21 | 06/10/21 | 10/10/21 |
| 5 | 05/12/21 | 10/12/21 | 25/12/21 |
- (10 Marks)
- 7 a. Write a note on GSTN. (03 Marks)
- b. Ms. Rama purchased a gift voucher from shoppers stop (a departmental store) worth Rs 1,500 on 30/10/2021 and gifted it to her friend on occasion of her birthday on 04/11/21. Her friend encashed the same on 1/01/2022 for purchase of a hand bag. Determine the time of supply with explanations. (07 Marks)
- c. Discuss the powers and functions of GST council. (10 Marks)

8 CASE STUDY (Compulsory) :

- a. Sweet Limited, Mumbai a register supplier is manufacturing Chocolates and Biscuits. It provides following details of taxable inter State supply made by it for the month of October 2021.

Particulars	GST Paid (Rs)
List price of goods supplied inter State :	12,40,000
<u>Item already adjusted in the price given above :</u>	
1) Subsidy from Central Govt. for supply of Biscuits to Government School.	1,20,000
2) Subsidy from Trade association for supply of Quality Biscuits.	30,000
<u>Item not adjusted in the price given above :</u>	
3) Tax levied by Munciple Authority.	24,000
4) Packing charges.	12,000
5) Late fee paid by the recipient of supply for delayed payment of Invoice.	5,000

Calculate the value of taxable supply made by Sweet Ltd., for the month of Oct – 2021.

(10 Marks)

- b. Mohan Enterprises had made supplies of Rs 5,50,000 to be enterprises. Munciple Authority of Jaipur on such supplies levied the tax @ 10% of Rs 55,000. CGST and SGST chargeable on the supply was Rs 66,000. Packing charges not included in the price of Rs 5,50,000 amounted Rs 15,000 , Subsidy of Rs 25,000 was received from on NGO on the sale of such goods and price of Rs 5,50,000 is after taking into account the amount of subsidy so received. Discount offered is @ 1% which was mentioned on the invoice. Determine the value of supply.

(10 Marks)
