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Fourth Semester MBA Degree Examination, June/July 2024 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.
3. M : Marks , L: Bloom's level , C: Course outcomes.**

			M	L	C																																	
Q.1	a.	Who is a casual taxable person?	3	L1	CO1																																	
	b.	Distinguish between composite and mixed supply.	7	L2	CO1																																	
	c.	Input tax credit provides much needed relief from cascading effect of taxation. Elaborate.	10	L5	CO1																																	
Q.2	a.	What is GST compensation cess?	3	L1	CO1																																	
	b.	What are the major defects in the structure of Indirect taxes before GST? Elucidate.	7	L5	CO1																																	
	c.	From the following details of M/s Mahalakshmi and Co. Compute the value of taxable services for the month of Dec.2023.	10	L3	CO2																																	
		<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 5%;">Sl. No.</th> <th style="width: 60%;">Particulars</th> <th style="width: 35%;">Amount (Rs.)</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1.</td> <td>Services provided to foreign diplomatic mission.</td> <td style="text-align: right;">5,00,000</td> </tr> <tr> <td style="text-align: center;">2.</td> <td>Aerial advertising</td> <td style="text-align: right;">1,00,000</td> </tr> <tr> <td style="text-align: center;">3.</td> <td>Services by way of private tuition</td> <td style="text-align: right;">30,000</td> </tr> <tr> <td style="text-align: center;">4.</td> <td>Rented out a property to 'B' Ltd. for used as a guest house.</td> <td style="text-align: right;">3,00,000</td> </tr> <tr> <td style="text-align: center;">5.</td> <td>Speed post services</td> <td style="text-align: right;">50,000</td> </tr> <tr> <td style="text-align: center;">6.</td> <td>House given on Rent for residential purposes</td> <td style="text-align: right;">3,00,000</td> </tr> <tr> <td style="text-align: center;">7.</td> <td>Value of free services rendered to friends</td> <td style="text-align: right;">50,000</td> </tr> <tr> <td style="text-align: center;">8.</td> <td>Services rendered to UNO</td> <td style="text-align: right;">2,00,000</td> </tr> <tr> <td style="text-align: center;">9.</td> <td>Certification for exchange control purpose</td> <td style="text-align: right;">50,000</td> </tr> <tr> <td style="text-align: center;">10.</td> <td>Secretarial auditing</td> <td style="text-align: right;">20,000</td> </tr> </tbody> </table>	Sl. No.	Particulars	Amount (Rs.)	1.	Services provided to foreign diplomatic mission.	5,00,000	2.	Aerial advertising	1,00,000	3.	Services by way of private tuition	30,000	4.	Rented out a property to 'B' Ltd. for used as a guest house.	3,00,000	5.	Speed post services	50,000	6.	House given on Rent for residential purposes	3,00,000	7.	Value of free services rendered to friends	50,000	8.	Services rendered to UNO	2,00,000	9.	Certification for exchange control purpose	50,000	10.	Secretarial auditing	20,000			
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Q.3	a.	Distinguish between FOB and CIF value.	3	L2	CO5																																	
	b.	What are the various types of returns under GST? Briefly explain.	7	L2	CO2																																	
	c.	Determine the Time Of Supply (TOS) for the following information furnished by "X" Ltd. : (i) Date of supply of Goods by "X" Ltd on Nov. 10, 2023. (ii) Date of receipt of goods in the factor of "Y" Ltd., Nov 12, 2023. (iii) Date of issue of invoice by "X" Ltd. : October 5, 2023 (iv) Date of payment by "Y" Ltd. : December 20, 2023 amount debited by bank in current account of 'Y' Ltd on : December 21, 2023. In the above case, "X" Ltd is the supplier of Goods and "Y" Ltd. is the recipient of goods.	10	L3	CO3																																	

Q.4	a.	What is Baggage?	3	L1	CO5																								
	b.	GST is said to be one nation one tax. In the light of this statement. Discuss advantages and disadvantages of GST.	7	L2	CO1																								
	c.	From the particulars given below, find out assessable value of the imported goods under customs Act 1962.	10	L4	CO5																								
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Q.5	a.	What do you mean by consideration?	3	L1	CO4																								
	b.	<p>A taxable person has engaged in sale of old air conditions in Gujarat and furnishes the following transactions :</p> <p>(i) Purchased old air conditioner in Gujarat for Rs.20,000 and sold for Rs.25,000.</p> <p>(ii) Purchased old air conditioner for Rs.25,000 and sold for Rs.23,000 in Gujarat.</p> <p>(iii) Purchased old air conditioner for Rs.30,000 but could not sale in that month.</p> <p>(iv) Purchased old air conditioner in Gujarat for Rs.15,000 and sold in Maharashtra for Rs.21,000.</p> <p>(v) The tax rate on new air conditioner is as follows – CGST – 14%, SGST/UTGST – 14% and IGST – 28%.</p> <p>Calculate the tax payable in each case.</p>	7	L3	CO5																								
	c.	A trader has the following transactions :	10	L3	CO3																								
		Amount in Rs.																											
		Invoice price (Exclusive of taxes and payments)				55,000																							
		Duty and Cess levied by Municipal authority (Other than GST)				5,500																							
		Insurance charges for dispatch of final product				275																							
		Packing charges				1,200																							
		Miscellaneous incidental expenses incurred by the supplier before delivery				3,225																							
		Subsidy from NGO				2,000																							
Subsidy received from Govt. (Passed on to the buyer)	6,000																												
You are required to determine the value of supply.																													

Q.6	a.	State the meaning of GSTN.	3	L1	CO3																
	b.	M/s Co. Ltd. of Chennai being a trader provided the following information relating to the precoding financial year is as follows : <table border="1" data-bbox="386 241 1128 577"> <thead> <tr> <th>Particulars</th> <th>Value (in Rs. lakh)</th> </tr> </thead> <tbody> <tr> <td>Intra-state supply of taxable goods</td> <td>20</td> </tr> <tr> <td>Intra-state supply of Exempted goods</td> <td>30</td> </tr> <tr> <td>Intra-state supply of taxable services</td> <td>5</td> </tr> <tr> <td>Intra-state outward supply of services on which recipient is liable to pay GST</td> <td>4</td> </tr> <tr> <td>Export of goods</td> <td>35</td> </tr> <tr> <td>Inter-state inward supply of goods</td> <td>200</td> </tr> <tr> <td>CGST and SGST paid</td> <td>2</td> </tr> </tbody> </table> <p>M/s C Ltd. is eligible for composition scheme in the current financial year</p>	Particulars	Value (in Rs. lakh)	Intra-state supply of taxable goods	20	Intra-state supply of Exempted goods	30	Intra-state supply of taxable services	5	Intra-state outward supply of services on which recipient is liable to pay GST	4	Export of goods	35	Inter-state inward supply of goods	200	CGST and SGST paid	2	7	L3	CO3
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	c.	Mr. Nimit, a supplier of goods, pays GST under regular scheme. He is not eligible for any threshold exemption. He has made the following outward taxable supplies in the month of Aug 2023. Intra-state supplies of goods Rs.6, lakh. Inter-state supplier of goods Rs.2 lakh. Besides, the following information in respect of purchases made by him during Aug 2023. Intra state purchase of goods Rs.4 lakh. Inter-state purchase of goods Rs.50,000/-. Balance of ITC available at the beginning of the August 2023-CGST-15,000, SGST-35,000 and IGST-20,000 Compute the Net GST payable by him for the month of Aug.-2023. The rate of CGST, SGST and IGST to be 9%, 9% and 18% respectively. On both inward and outsupplier and also exclusive of taxes. All the conditions for availing ITC are satisfied.	10	L3	CO3																
Q.7	a.	What is Anti-Dumping duty?	3	L1	CO1																
	b.	Discuss the provisional assessment of duty under custom law.	7	L2	CO6																
	c.	Write a note on : (i) Compulsory registration (ii) Voluntary registration (iii) Deemed registration (iv) Suo motu registration	10	L4	CO6																
Q.8		Case Study:																			
	a.	From the following particular, determine the Assessable value of the imported equipment from Japan : (i) Cost of an equipment (Japanese year) – 2,00,000 yen (ii) Sea freight charges – 20,000 Yen (iii) Transport charges for the factor of exporter to the Date of shipment – 5,000 yen (iv) Handling charges paid for loading the ship – 500 Yen (v) Insurance charges paid for transportation from Japan – 15,000 Yen (vi) Buying commission payable to agent in India Rs.15,000 (vii) Exchange Rate as per RBI is 1 Yen – Rs.0.45 (viii) Exchange Rate as per CBIC is 1 Yen – Rs.0.50	10	L4	CO6																

	<p>b. Rolex forex private Ltd., registered in Delhi, is a money changer. It has under taken the following purchase and sale of foreign currency :</p> <p>(i) 1,000 US\$ are purchased from Rajesh Enterprises @ of Rs.68/- per US\$. RBI reference rate for US\$ on that day is Rs.68.60.</p> <p>(ii) 2,000 US\$ are sold to sriniti at the rate of Rs.67.50 per US\$. RBI reference rate for US\$ for that day is not available.</p> <p>Determine the value of supply in each of the above cases in terms of Rule32(2) (a) and 32(2)(b) of the CGST Rules 2017.</p>			
		10	L4	CO3
