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## Fourth Semester MBA Degree Examination, November 2020 Indirect Taxation

Time: 3 hrs.

Max. Marks: 100

**Note: Answer any FIVE full questions.**

- 1
  - a. What is GST Network? (03 Marks)
  - b. Enumerate the deficiencies of indirect taxes which led to the need of ushering into GST regime. (07 Marks)
  - c. What is GST council? Discuss its powers and functions. (10 Marks)
  
- 2
  - a. Write any two differences between composite and mixed supply. (03 Marks)
  - b. Black and White Pvt Ltd has provided the following particulars relating to goods sold by it to Colourful Pvt Ltd.

Particulars	Amount Rs.
List price of goods (Exclusive of taxes and discount)	50,000
Tax levied by municipal authority on sale of such goods	5,000
Packing charges (not included in the price above)	1,000

Black and white Pvt. Ltd. received Rs.2000 as a subsidy from NGO on sale of such goods. The price of Rs.50,000 of the goods is after considering such subsidy. Black and white Ltd. offers 2% discount on the list price of the goods which is recorded in the invoice for the goods. Determine the value of taxable supply made by Black and White Pvt. Ltd. (07 Marks)

- c. What is composition scheme? Who are the persons eligible and not eligible to register under composition scheme? (10 Marks)
  
- 3
  - a. What is Forward and Reverse charge? (03 Marks)
  - b. Explain the place of supply in the cases if location of supplier of service or location of recipient of service is in India. (07 Marks)
  - c. Determine the time of supply in the following cases assuming that GST is payable under reverse charge.

Sl. No.	Date of receipt of goods	Date of payment by the recipient of goods	Date of issue of invoice by the supplier of goods
	(1)	(2)	(3)
(i)	July 1	August 10	June 29
(ii)	July 1	June 25	June 29
(iii)	July 1	Payment is entered in the accounts on June 30 and debited in receiver's bank account on June 26	June 29
(iv)	July 5	Payment is entered in the books of accounts on June 28	June 1
(v)	August 1	August 10	June 29

(10 Marks)

- 4
  - a. What is Deemed Registration? (03 Marks)
  - b. Discuss the procedure for registration under GST. (07 Marks)
  - c. Explain the eligibility conditions to avail Input Tax Credit. (10 Marks)



- 5 a. What is Anti-Dumping duty? (03 Marks)  
b. Discuss the circumstances of levy of customs duty. (07 Marks)  
c. From the following particulars calculate total custom duty and integrated tax payable if:  
i) FOB value of the machine – 10,000 UK Pounds (GBP)  
ii) Freight (Air) – 3,000 UK Pounds (GBP)  
iii) License fee, the buyer was required to pay – 400 GBP  
iv) Buying commission paid in India – INR 20,000  
v) Date of bill of entry was 20-05-2019 and the rate of exchange notified by CBIC on date was INR 99.00 per GBP. Rate of BCD was 7.5%  
vi) Date of arrival of air craft was 25-05-2019 and the rate of exchange notified by CBIC on this date was INR 98.50 per GBP and the rate of BCD was 10%.  
vii) Integrated tax was 12% ignore GST compensation cess.  
viii) Insurance premium details were not available. (10 Marks)
- 6 a. What is baggage? (03 Marks)  
b. Explain the seizure of goods under Customs Act. (07 Marks)  
c. Describe the provisional assessment of customs duty. (10 Marks)
- 7 a. What is dual GST? (03 Marks)  
b. Discuss the activities to be treated as supply of goods or supply of services under schedule II of GST Act, 2017. (07 Marks)  
c. Explain the blocked credits under ITC. (10 Marks)
- 8 From the following particulars, determine the value of taxable supply as per the provisions of section 15 of the IGST Act, 2017.

Sl. No.	Particulars	Rs.
1	Goods imported (inclusive of IGST 18%)	9,44,000
2	Further costs have been incurred to effect the sale and have been recovered from the customer: Labour charges Secondary packing cost Advertising charges Cost of primary packing Freight and insurance charges Commission paid to job worker for processing of goods	12,000 14,000 6,000 7,250 4,500 35,000
3	Subsidy received from central government directly linked to the price	50,000
4	Trade discount which is not adjusted in the price mentioned above (shown in the invoice)	18,000
	Further discount in cash of Rs.3000 was given for timely payment of consideration. This was not supported by any agreement prior to or at the time of sale.	

Give the reasons with suitable assumptions wherever necessary.

(20 Marks)

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