

PARUL UNIVERSITY
FACULTY OF COMMERCE
M.Com. (Hons) Summer 2018 – 19 Examination

Semester: 4

Subject Code: 16201254

Subject Name: Indirect Taxes- Customs Duty and GST

Date: 08/04/2019

Time: 02:00pm To 04:30pm

Total Marks: 60

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as directed.**A) Multiple choice type questions. (Each of one mark)****(06)**

1. Date on which the supplier receives the payment as per section 12 of CGST Act is
 - a) Date entered in books of accounts
 - b) Date of credit in bank account
 - c) Date entered in books of accounts or date of credit in bank account, whichever is earlier
 - d) Date on which receipt voucher is issued by supplier
2. Value of supply under section 15(1) is :
 - a) Wholesale price
 - b) Market value
 - c) Maximum retail price
 - d) Transaction value
3. Which of the following taxes have been subsumed in GST?
 - a) Central Sales Tax
 - b) Central Excise Duty
 - c) VAT
 - d) All of the above
4. Which of the following is not a supply as per section 7 of the CGST Act?
 - a) Management consultancy services not in course or furtherance of business
 - b) Import of service for consideration not in course or furtherance of business
 - c) Both (a) and (b)
 - d) None of the above
5. What is the threshold limit of turnover in the preceding financial year to be eligible for composition levy in Delhi?
 - a) 50 lakh
 - b) 80 lakh
 - c) 75 lakh
 - d) 1 crore
6. Transportation of passengers by _____ are exempt from GST.
 - a) Railway in first class
 - b) Railway in an air-conditioned coach
 - c) Metro
 - d) All of the above

B) Definitions / One-liners / Terms. (Each of one mark)**(06)**

1. Give examples of goods exempt from GST.
2. What is the full form of HSN?
3. Name the commodity which is subject to both GST as well as central excise duty.
4. What do you mean by GST?
5. Enumerate different types of direct and indirect taxes.
6. Which company manages the common GST electronic portal?

Q.2 Answer the following. (Each of 04 mark)**(12)**

1. Determine the time of supply in the following cases assuming that GST is payable under reverse charge:

Sr. No.	Date of payment by recipient for supply of services	Date of issue of invoice by supplier of services
	(1)	(2)
i	August 10	June 29
ii	August 10	June 1
iii	Part payment made on June 30 and balance amount paid on September 1	June 29
iv	Payment is entered in the books of account on June 28 and debited in recipient's bank account on June 30	June 1
v	Payment is entered in the books of account on June 30 and debited in recipient's bank account on June 26	June 29

2. State whether the following supplies would be treated as supply of goods or supply of services as per Schedule II of the CGST Act:

- Renting of immovable property
- Goods forming part of business assets are transferred or disposed of by/under directions of person carrying on the business, whether or not for consideration.
- Transfer of right in goods without transfer of title in goods.
- Transfer of title in goods under an agreement which stipulates that property shall pass at a future date.

3. Determine taxable value of supply under GST law with respect to each of the following independent services provided by the registered persons:

Amount charged by cord blood bank for preservation of stem cells	5,00,000
Amount charged for service provided by commentator to a recognized sports body	5,20,000
Fees charged for yoga camp conducted by a charitable trust registered under section 12AA of the Income-tax Act, 1961	50,000
Amount charged by business correspondent for the services provided to the rural branch of a bank with respect to Savings Bank Accounts	1,00,000

Q.3 Answer the following. (Any Three)

(18)

- Explain the significant benefits of GST.
- Black and White Pvt. Ltd. has provided the following particulars relating to goods sold by it to Colourful Pvt. Ltd.

Particulars	₹
List price of the goods (exclusive of taxes and discounts)	50,000
Tax levied by Municipal Authority on the sale of such goods	5,000
CGST and SGST chargeable on the goods	10,440
Packing charges (not included in price above)	1,000

Black and White Pvt. Ltd. received ₹ 2000 as a subsidy from a NGO on sale of such goods. The price of ₹ 50,000 of the goods is after considering such subsidy. Black & 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.

3. Determine whether the following supplies amount to composite supplies:

- A hotel provides 4 days-3 nights package wherein the facility of breakfast and dinner is provided along with the room accommodation.
- A toothpaste company has offered the scheme of free toothbrush alongwith the toothpaste.
- A supply of a package consisting of canned foods, sweets, chocolates, cakes, dry fruits, aerated drink and fruit juices when supplied for a single price.
- A shopkeeper selling storage water bottles along with refrigerator.
- Suvarna Manufacturers entered into a contract with XYZ Ltd. for supply of readymade shirts packed in designer boxes at XYZ Ltd.'s outlet. Further, Suvarna Manufacturers would also get them insured during transit.
- A consumer buys a television set and he also gets warranty and a maintenance contract with the TV.

4. Determine the time of supply in the following cases assuming that GST is payable under reverse charge:

S. No.	Date of receipt of goods	Date of payment by recipient of goods	Date of issue of invoice by supplier of goods
	(1)	(2)	(3)
(i)	July 1	August 10	June 29
(ii)	July 1	June 25	June 29
(iii)	July 1	Part payment made on June 30 and balance amount paid on July 20	June 29
(iv)	July 5	Payment is entered in the books of account on June 28 and debited in recipient's bank account on June 30	June 1
(v)	July 1	Payment is entered in the books of account on June 30 and debited in recipient's bank account on June 26	June 29
(vi)	August 1	August 10	June 29

Q.4 Answer the following. (Any two)

(18)

1. Write a short note on the "Features of Indirect Taxes".
2. Write a short note on GST Council.
3. Discuss the dual GST model as introduced in India.