

2020

INDIRECT TAX : LAWS AND PRACTICE — HONOURS

Paper : DSE 6.1T

Full Marks : 80

The figures in the margin indicate full marks.

*Candidates are required to give their answers in their own words
as far as practicable.*

Group - A

Answer **any two** questions.

15×2

1. (a) When a tax is said to be a value – addition based tax?
(b) State any three significant amendments made by the Constitution (101th Amendment) Act, 2016.
5+10

2. Mr. Avinash an Indian entrepreneur went to London to explore new business opportunities on 01.04.2017. His wife also joined him in London on 01.12.2017. The following details are submitted by them with the custom authorities on their return to India on 30.04.2018 :
 - (i) Personal effect ₹ 80,000
 - (ii) Music system ₹ 35,000
 - (iii) Jewellery bought by Avinash (18gms) for ₹ 48,000
 - (iv) Jewellery bought by his wife (12gms) ₹ 20,000Determine the amount of customs duty payable separately for Mr. Avinash and his wife. 10+5

3. (a) What do you mean by composite supply and mixed supply? Give an example of each.
(b) State how tax liability on a composite supply and a mixed supply shall be determined under the CGST Act, 2017. 10+5

4. State the conditions to be satisfied for taking Input Tax Credit (ITC) under the CGST Act, 2017. 15

5. Rony of Punjab supplied goods Sananda of West Bengal for ₹ 18,00,000 (excluding GST). Applicable rate of GST on such supply : CGST 6%; SGST 6% and IGST 12%.
Subsequently, Sananda supplied the goods to Suraj of West Bengal for ₹ 22,00,000 (excluding GST). Applicable rate of GST on such supply : CGST 9%, SGST 9% and IGST 18%.
Calculate the GST liability of Rony and Sananda. 15

6. State what transactions are recorded in Electronic Cash Ledger under GST. What are the modes of Deposits? 5+10

Please Turn Over

7. M/s X Ltd. being a registered person supplying taxable goods in the following manner :

Particulars	(₹)
Intra-State supply of goods	18,00,000
Inter-State supply of goods	13,00,000
Intra-State purchases	13,00,000
Inter-State purchases	1,50,000

ITC at the beginning of the relevant tax period :

CGST ₹ 1,30,000

SGST ₹ 1,30,000

IGST ₹ 1,70,000

I. Rate of CGST, SGST and IGST to be 9%, 9% and 18% respectively.

II. Inward and outward supplies are exclusive of taxes.

III. All the conditions necessary for availing the input tax credit have been fulfilled.

Compute the net GST payable by M/s X Ltd. during the tax period. Make suitable assumptions. 15

8. What are the categories of duty drawback? Explain the conditions to be satisfied for duty drawback on re-export. 5+10

Group - B

Answer *any two* questions.

25×2

9. (a) State the provisions relating to the compulsory and voluntary registration under GST.

(b) Aggregate turnover of a trader in Tripura for the financial year 2018-19 includes (i) exempt supplies of ₹ 5,00,000; (ii) inter-state supplies of ₹ 7,00,000; and (iii) export of goods of ₹ 4,00,000.

State whether the trader has to take compulsory registration under GST or not for the financial year 2018-19.

(c) How will you compute aggregate turnover? (12+6)+7

10. (a) M/S. MNC Ltd. imported goods from USA.

– FOB value of the goods is US \$ 12,000

– Freight fare (air) US \$ 2,500

– Insurance US \$ 200

– Date of Bill of entry : 17.06.2019 (when BCD rate was 20%)

– Date of entry inward : 05.07.2019 (when BCD rate was 18%)

– IGST payable is 12%

– Social welfare surcharge is 10%

(3)

*N(6th Sm.)-Indirect Tax
etc.-H/DSE 6.1T/CBCS*

– Exchange rates were as follows :

	<u>on 17.06.2019</u>	<u>on 05.07.2019</u>
Notified by CBEC	69.64/US \$	68.24/US \$
Inter-bank rate	70.10/US \$	68.94/US \$

Compute the assessable value and customs duty payable by M/S. MNC Ltd.

(b) Explain in brief the concept of 'transaction value' in case of export goods as per the Customs Act, 1962. 18+7

11. What do you mean by composition scheme? Mention four cases where a person is not eligible to opt for composition scheme. How will you determine aggregate turnover for the purpose of composition scheme? 8+10+7

12. Determine the time of supply in each of the following independent cases in accordance with the provisions of Section 12 of the CGST Act, 2017.

Case	Date of Receipt of Goods	Date of Invoice	Date of Receipt of Payment	
1	15.09.2019	04.10.2019	25.10.2019	
2	03.12.2019	01.12.2019	24.12.2019	
3	22.10.2019	25.10.2019	12.09.2019	
4	01.11.2019	06.11.2019	07.12.2019	
5	01.08.2019	01.08.2019	01.10.2019	25
