

Exam.Code:0024  
Sub. Code: 1383

1058

Bachelor of Business Administration  
Fourth Semester  
BBA-225: Indirect Tax Laws (OLD)

Time allowed: 3 Hours

Max. Marks: 80

**NOTE:** Attempt four short answer type questions from Section-A. Attempt two questions each from Section B and C respectively.

x-x-x

**SECTION-A**

- I. Write a brief note on rules regarding determination of turnover. **5 Marks**
- II. What are the various types of excise duties under Central Excise Act, 1944? **5 Marks**
- III. From the following information, compute the CST payable by a dealer:
- (a) Gross turnover (excluding sales tax) is Rs.10,00,000 which included:
- 1) Trade commission for which credit notes have to be issued separately Rs.36,000.
  - 2) Installation charges Rs.15,000.
  - 3) Excise duty Rs. 50,000.
  - 4) Freight, insurance and transport charges recovered separately in the invoices Rs.40,000.
  - 5) Goods returned by dealers within 6 months of sale, but after the end of financial year Rs.20,000.

Buyers have issued Form 'C' for all purchases.

**5 Marks**

- IV. Compute assessable value to determine Custom Duty from following information\:

Particulars	Dollars
Price charged by exporter (FOB)	50,000
Cost of transportation to India by air	8,000
Insurance charges from exporting country to India	1,000
Loading/Unloading charges in India	500
Exchange rate : 1 Dollar = 50 Indian Rupees	

**5 Marks**

V. Calculate the Assessable Value and Excise Duty payable from the following information:

Cum Duty selling price ( Inclusive of sales tax of 4%)	Rs. 50,000
Trade discount	Rs.2,500
Excise duty rate	12.36%

5 Marks

VI. City Cables, Ludhiana a cable operator, puts the following details of its operations for the six month ending 31st March, 2016:

Particulars	Amount
Gross monthly collected from subscribers	9,85,620
Cost of cables recovered from subscribers	47,580
Installation charges	40,000
Entertainment tax deposited with Govt. ( included in gross monthly collection above and shown separately in bills)	85,620
Receipts from Advertisements	2,00,000

Calculate taxable value of services and the amount of service tax payable. Above receipts of inclusive of service tax.

5 Marks

### SECTION-B

VII. Write a note on Input Tax Credit in VAT.

15 Marks

VIII. What are the different sales tax authorities? How the Tribunal is constituted and what are its functions?

15 Marks

IX. Rhythm Sharma a registered dealer reported the following information regarding his sale:

Particulars	Rs.
Cereals, pulses, sugar and salt (exempted in the state)	5,00,000
Newspapers	20,000
Other goods sold within state	10,00,000
Exports from India	8,00,000
Goods purchased and sold in other states	2,20,000
Inter-state sale on which state rate of tax is 13%	3,52,000
Inter-state sale to a State Government on Form C ( state rate of tax 2%)	1,62,000
Inter-state sale to a registered dealer on Form C ( state tax rate 2%)	2,54,000
Goods sent to branch in other state on Form F	7,00,000

Compute his taxable turnover and amount of CST payable assuming turnover is including tax.



- X. Compute assessable value and determine total Custom Duty payable from the following information:

Particulars	In Dollars
Cost of goods	5,000
Goods were packed and packing charges	50
Importer paid commission in India to the local broker who arranged the deal abroad	100
Transportation cost to India by air	300
Insurance charges from exporting country to India	100
Loading/Unloading charges in India	100
Cost of development work in India	Rs.10,000
<b>Exchange rate:</b>	
Declared by the Board 1 Dollar = Rs. 50	
Declared by RBI 1 Dollar = Rs.49.50	

Basic Custom Duty is 10%. On similar goods the rate of excise duty payable in India 12%. Education cess is 2% and secondary and higher education cess is 1%. **15 Marks**

### SECTION-C

- XI. Calculate the assessable value of excisable goods for levy of duty of excise and excise duty payable from the following information:

Particulars	Amount Rs.
Cum-duty wholesale price(including VAT of Rs. 5,000)	80,000
Normal secondary packing cost	2,000
Cost of special packing	3,000
Cost of durable and returnable packing	4,500
Freight	2,500
Insurance on freight	800
Trade discount	5,000
Rate of Central Excise Duty	12.5%

Assume that provision of Section 4 of Central Excise Act, 1944 is applicable. **15 Marks**

- XII.** Sanyam coaching centre furnishes the following information and the amounts received by it for the half year ending March 31, 2016.

Particulars	Amount Rs.
Received coaching fees for civil services examinations	7,00,000
Received postal coaching fees	2,00,000
Received sports coaching fees from a local college	1,75,000
Received fees for management diploma of a foreign university ( not recognised by law in force in India)	4,50,000
Received for coaching and training provided by sending staff to the residence of service receivers	3,80,344

Compute taxable value of services and the amount of service tax payable. Above receipts are inclusive of service tax.

**15 Marks**

- XIII.** Explain the methods of calculating Excise Duty payable under Central Excise Act, 1944.

**15 Marks**

- XIV.** What is service tax? Who is liable to pay service tax? Explain in brief the provisions regarding payment and filing of return in case of service tax.

**15 Marks**

X-X-X