

Paper 11 - Indirect Taxation

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Full Marks: 100

Time allowed: 3 Hours

1. Answer the following questions

(A) Multiple choice questions:

[7x2=14]

- (i)** Which of the following is not a feature of indirect taxes?
(a) Regressive nature
(b) Supply based taxes
(c) Rate of taxes are different from person to person
(d) No previous year and assessment year concept.
- (ii)** In which of the following goods power to levy of the Central Excise Duty on goods produced/ manufactured in India is available?
(a) curd
(b) tobacco and tobacco products
(c) lassi
(d) potatoes.
- (iii)** Integrated Goods and Services Tax is collected by:
(a) the Central Government
(b) the State Government
(c) the Union Territories
(d) both Central Government & State Government
- (iv)** Which of the following is the function of GSTN (Goods and Services Tax Network)?
(a) filing of registration application
(b) filing of return
(c) creation of challan for tax payment
(d) all of the above.
- (v)** Which of the following activities to be treated as supply of goods?
(a) Transfer of the title in goods
(b) Lease, tenancy, easement, license to occupy land
(c) Temporary transfer or permitting the use or enjoyment of any intellectual property right
(d) Works contract services.
- (vi)** Which of the following persons are not entitled to avail Composition Scheme?
(a) persons engaged in the supply of services (other than restaurant and outdoor catering service);
(b) persons engaged in making any supply of goods which are not leviable to tax under this Act
(c) persons engaged in making any inter-state outward supplies of goods
(d) all of the above.

- (vii) As per Baggage Rules, 2016, the general free allowance of passengers of Indian resident arriving from countries other than Nepal, Bhutan or Myanmar, will be:
- (a) ₹ 15,000
 - (b) ₹ 50,000
 - (c) ₹ 35,000
 - (d) None of the above.

(B) Say Yes/No for the following questions: [6×1=6]

- (i) Duty Drawback is of two types — Duty Drawback on Re-Export and Duty Drawback on Export.
- (ii) As per sec. 2(5) of the IGST Act, 2017, export of service means taking goods out of India to a place outside India.
- (iii) Where the goods are assembled or installed at site, the place of supply will be place of such installation or assembly.
- (iv) Recovery Agent Services to banking or NFBs are exempted from GST.
- (v) GST will extend to whole of India excluding the State of Jammu and Kashmir.
- (vi) Goods and Services Taxpayer Identification Number (GSTIN) is a state-wise PAN-based 15 – digit number.

(C) Match the following: [5×1=5]

	Column 'A'		Column 'B'
1.	UTGST	A.	Taxable event under GST
2.	Supply	B.	One nation – one tax
3.	High seas	C.	Luggage
4.	Goods and Services Tax	D.	Beyond 200 nautical miles from base line
5.	Baggage	E.	Union Territory Goods and Services Tax

Answer any five questions from the following. Each question carries 15 marks

- 2.(a) What is Goods & Services Tax (GST)? State the advantages of it. [5+5]
- (b) What do you mean by exchange as the form of supply? Give an example. [5]
- 3.(a) What is Principal Supply in the context of Composite Supply? [3]
- (b) Mr. Ravi being a dealer in laptops, sold a laptop bag along with the laptop to a customer, for ₹ 55,000. CGST and SGST for laptop @18% and for laptop bag @28%. What would be the rate of tax leviable? Also find the GST liability. [5]
- (c) Write down the procedure for registration under GST. [7]
- 4.(a) Mr. X an event organiser, located in Chennai received an order from M/s Tisman publications, Mumbai to conduct a book fair at Chennai. Find the Place of supply of service and GST in the following two cases:
- Case 1: Tisman publications is a registered person.
- Case 2: Tisman publications is a un-registered person. [7]

- (b)** Mark Agro Products Ltd., furnishes the following details of various services provided by it in the month of August, 2017:

S. No.	Particulars	Amount (₹)
1	Rearing of Silkworm and horticulture	2,50,000
2	Plantation of tea and coffee	2,00,000
3	Renting of vacant land for performing marriage ceremony	4,50,000
4	Sale of wheat on commission basis	50,000
5	Sale of rice on commission basis	2,00,000

Compute the value of taxable supply of services and the GST liability of Mark Agro Products Ltd. for the month of August 2017. Assume rate of GST 18%. **[8]**

- 5.(a)** What is export of service as per section 2(6) of the IGST Act? **[7]**

- (b)** M/s Indian Oil Corporation entered into a contract with Mr. B to supply of oil throughout the year. M/s Indian Oil Corporation issues monthly statement for the oil supplied to Mr. B.

Determine the time of supply of goods in following independent cases:

- (i) Mr. B made payment for the month of July on 31st July 2017 and M/s Indian Oil Corporation issued statement for the month of July on 8th August 2017.
- (ii) M/s Indian Oil Corporation issued statement for the month of August on 5th September 2017, the payment of which not received till 30th September 2017. **[8]**

- 6.(a)** In which cases persons shall be deemed to be "related persons" as per CGST Act? **[8]**

- (b)** Write a short note on electronic ledgers in GST. **[7]**

- 7.(a)** State the situations where remission of duty is allowed on goods lost or destruction of goods in Customs. **[7]**

- (b)** A commodity is imported into India from a country covered by a notification issued by the Central Government under section 9A of the Customs Tariff Act, 1975. Following particulars are made available:

CIF value of the consignment: US\$25,000

Quantity imported: 500 kgs.

Exchange rate applicable: ₹ 60 = US\$ 1

Basic customs duty: 12%

Education cess and secondary and higher education cess as applicable as per the Finance Act, 2008.

As per the notification, the anti-dumping duty will be equal to the difference between the costs of commodity calculated @ US\$70 per kg. and the landed value of the commodity as imported.

Appraise the liability on account of normal duties, cess and the anti-dumping duty.

Assume that only 'basic customs duty' (BCD) and education and secondary and higher education cess are payable. IGST @12% is also be applicable. **[8]**

- 8.(a)** State the features of warehousing in customs. **[10]**

- (b)** What is redemption fine in the context of confiscation in customs. **[5]**