

# PP SAVANI UNIVERSITY

Sixth Semester of B Com Examination

May 2022

SMBC3310 Indirect Tax

06.05.2022, Friday

Time: 09:00 a.m. To 11:30 a.m.

Maximum Marks: 60

## Instructions:

1. The question paper comprises of two sections.
2. Section I and II must be attempted in same answer sheets.
3. Make suitable assumptions and draw neat figures wherever required.
4. Use of simple calculator is allowed.

### SECTION - I

- Q - 1** Answer the following Questions (Any five) [05]
- (i) What is direct and indirect tax?
  - (ii) What is progressive and regressive nature of tax?
  - (iii) From which date GST has been introduced in India?
  - (iv) What is input tax?
  - (v) What is "Supply" under GST?
  - (vi) What is mixed supply under GST?
  - (vii) What do you mean by tax invoice?

- Q - 2 (a)** What is Goods and Services Tax (GST) and what are the principles of GST? [05]
- Q - 2 (b)** GST is a simplified tax structure. Justify the statement. [05]

**OR**

- Q - 2 (a)** Write short note on composite & mixed supply under GST. [05]
- Q - 2 (b)** State which of the following is composite supply or mixed supply under the GST law : [05]
- i. Sale of car with warranty coverage.
  - ii. Gift pack with chocolates and books.
  - iii. Sale of Refrigerator with power stabilizer.
  - iv. Hotel T providing accommodation with complimentary breakfast.

- Q - 3** What do you understand by composition levy? Discuss provision in respect of composition levy as per GST act. [10]

**OR**

- Q - 3** State whether the following are supply of goods/services, as per GST law, with brief reasons : [10]
- i. Mr. A availed the architectural services of his son living in France (free of cost) for designing his residential building and factory layout.
  - ii. Lease of land for two wheeler parking stand.
  - iii. Permitting use of registered patent for annual fee.
  - iv. Transfer of tenancy right by executing and registering a document.

- Q - 4** Attempt any one. [05]
- (i) Explain - Exemption under GST.
  - (ii) Write short note on input tax credit.

### SECTION - II

- Q - 1** Answer the following Questions (Any five) [05]
- (i) Define "Goods" under GST.

- (ii) What do you mean by value addition?
- (iii) What do you mean by deemed supply?
- (iv) What do you understand by time of supply?
- (v) What do you mean by aggregate turnover under GST?
- (vi) What is SGST?
- (vii) What do you understand by reverse charge mechanism?

- Q - 2 (a) Discuss the dual GST Model as introduced in India. [05]  
Q - 2 (b) Discuss - Functions of GST Council. [05]

**OR**

- Q - 2 What is (Goods & Services Tax) GST Registration? What is the threshold limit for registration under GST? [10]

- Q - 3 M Enterprises had made supplies of Rs. 5, 50,000 to B Enterprises. Municipal Authorities of jaipur on such supplies levied the tax @ 10% of Rs. 55,000. CGST and SGST chargeable on the supply were of Rs. 66,000. Packing charges not included in the price of Rs. 5, 50,000 amounted to Rs. 15,000. Subsidy of Rs. 25,000 was received from an NGO on the sale of such goods and the price of Rs. 5, 50,000 is after taking in to account the amount of subsidy so received. Discount offered is @ 1% which was mentioned on the invoice. Determine the value of supply? [10]

**OR**

- Q - 3 Discuss in brief the 'taxable event' and the scope of the term 'supply' under goods and services tax (GST) law. [10]

- Q - 4 Attempt any one. [05]

- (i) What is Reverse Charge Mechanism under GST? When is it applicable?
- (ii) M/s XYZ Pvt. Ltd undertook service of a director Mr. T worth Rs. 50,000 on January 15, 2020. The invoice was raised on February 01, 2020. M/s XYZ Pvt. Ltd. made the payment on May 01, 2020. Determine the time of supply?

\*\*\*\*\*