

Roll No.

Total No. of Pages : 03

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BBA (2012 Batch) (Sem.-5)

INDIRECT TAXES

Subject Code : BBA-505

Paper ID : [A3134]

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTION TO CANDIDATES :

1. **SECTION-A is COMPULSORY** consisting of **TEN** questions carrying **TWO** marks each.
2. **SECTIONS-B** consists of **FOUR** Sub-sections : Units-I, II, III & IV.
3. Each Sub-section contains **TWO** questions each, carrying **TEN** marks each.
4. Student has to attempt any **ONE** question from each Sub-section.

SECTION-A

1. **Answer briefly :**

- a. Dealer
- b. Turn Over
- c. Appeal
- d. Antidumping Duty
- e. Specified Goods
- f. CENVAT
- g. Input Tax Credit
- h. Abatement
- i. Warehouse
- j. Captive Consumption

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SECTION-B

UNIT-I

2. Write a detailed note on Sales Tax authorities and their powers.
3. The particulars of sales to a registered dealer of Amritsar are as under :

1.	Inter-State sale of old wine to unregistered dealer (Rate of State 3%, Tax charged @ 10%)	11,000
2.	Sale of land	1,00,000
3.	Inter-State sale of declared goods to unregistered dealer (Rate of State 3%, Tax Charged @ 8%)	2,16,000
4.	Rejected goods returned by purchaser out of (3) above after 8 months of sales	43,200
5.	Inter-State sale of detergent to registered dealer (Rate of State 3%)	51,500
6.	Inter-State sale of raw material for manufacturing of goods to registered dealer again Form-C (Rate of State 3%)	10,300
7.	Inter-State sale of tooth brush to unregistered dealer (Rate of State 3%)	20,600
8.	Export Sales	6,00,000

Compute taxable turnover of this dealer and tax payable by him under the Central Sales Tax Act. The amount of sales includes Sales Tax.

UNIT-II

4. What do you mean by duty drawback? Explain the legal provisions relating to duty drawback.
5. Info Tech Limited has imported a machine from Japan at a FOB cost of 50,000 yen (Japanese). The other expenses incurred are as follows:-
 - a) Freight from Japan to Indian Port 5,000 yen.
 - b) Insurance paid to insurer in India Rs.2,500.

- c) Designing charges paid to consultancy firm in japan 7,500 yen.
- d) M/s Info Tech spent Rs. 25,000 in India for development work connected with the machine.
- e) Transportation cost from Indian Port to factory Rs. 7,500.
- f) Central Government had announced exchange rate of 1 yen=Rs.0.40 by Notification under Section 14(3) of the Customs Act, 1962. The exchange rate prevailing on that day in the market was 1 yen=Rs.0.4150.
- g) The commission payable to the agent in India was at 5% of the FOB price in Indian Rupees.

The rate of Customs duty is 35%. Similar goods are subject to 15% excise duty in India.

Clearly show your workings to arrive at the total assessable value in Rupees for purposes of levy of Customs duty.

UNIT-III

- 6. Explain assessment procedure under Central Excise Act, 1944.
- 7. Gupta Electronics Ltd. manufactures mixer grinders. It gets order for 2,000 mixers. For this order following item charged by Sumeet Ltd. :
 - i. Price of per mixer Rs. 3,400.
 - ii. Packing charges per mixer Rs. 100.
 - iii. Trade discount @ 5% on Rs. 3,400.
 - iv. Transit insurance premium Rs. 2,000.
 - v. Outward freight Rs, 24,000 and internal transport Rs. 5,800.
 - vi. Bank charges for recovery of sales price is Rs. 1,400.
 - vii. Special discount on selling price @ 10% if buyer ready to pay full payment as an advance. Buyer had paid advance for 1,000 mixers.

Find the assessable value. Also find out output of Excise Duty if rate of duty is 16% on which education cess is payable.

UNIT-IV

- 8. Explain Value Added Tax. Explain its benefits and limitations.
- 9. Explain the concept of Service Tax along with its salient features.