



PG – 511

IV Semester M.Com. Degree Examination, June/July 2018

(CBCS)

COMMERCE

AT-4.4 : Goods and Service Taxes

Time : 3 Hours

Max. Marks : 70

SECTION – A

1. Answer **any seven** of the following sub-questions in about **3-4 lines each**.
Each sub-question carries **two** marks. (7×2=14)
- What is the tax treatment of composite supply and mixed supply under GST ?
 - Whether goods supplied on hire purchase basis will be treated as supply of goods or supply of services ? Give reason.
 - What is Zero-rated supply ? State with examples.
 - What is the due date of submission of GSTR-1 ? [Section 37(1)].
 - Mr. A, a registered person was paying tax under Composition Scheme up to 30th July. However, w.e.f. 31st July, Mr. A becomes liable to pay tax under regular scheme. Is he eligible for ITC ?
 - Expand CPIN and E-FPB.
 - State the name of output tax under GST, where any of the input tax credit under GST can be availed ?
 - Define Indian Territorial Waters and Indian Customs waters.
 - What is input credit in GST ?
 - What are the consequence of not filing the GST return within the prescribed date ?

SECTION – B

Answer **four** of the following in about **one page**. **Each** question carries **5** marks.
(4×5=20)

2. Shashi and Kala Pvt. Ltd. has provided the following particulars relating to goods sold by it to Ganesh Pvt. Ltd.

| Particulars | Rs. |
|---|--------|
| List price of the goods (exclusive of taxes and discounts) | 50,000 |
| Tax levied by Municipal Authority on the sale of such goods | 5,000 |
| CGST and SGST chargeable on the goods | 10,440 |
| Packing charges (not included in price above) | 1,000 |

Shashi and Kala Pvt. Ltd. received 2000 as a subsidy from a NGO on sale of such goods. The price of 50000 of the goods is after considering such subsidy. Shashi and Kala Ltd. offers 2% discount on the list price of the goods which is recorded in the invoice for the goods.

Determine the value of taxable supply made by Shashi and Kala Pvt. Ltd.

P.T.O.



3. Enumerate the deficiencies of indirect taxes which led to the need for ushering into GST regime.
4. Describe the design and implementation Frame work of GSTN.
5. What kind of Inward supplies are required to be furnished in GSTR-2 ?
6. Compute the total duty and integrated tax payable under the Customs Law on an imported equipment based on the following information :
 - i) Assessable value of the imported equipment US \$ 10,100.
 - ii) Date of bill of entry is 25-4-2018. Basic customs duty on this date is 10% and exchange rate notified by the Central Board of Excise and Customs is US \$ 1 = 65.
 - iii) Date of entry inwards is 21-4-2018. Basic customs duty on this date is 20% and exchange rate notified by the Central Board of Excise and Customs is US \$ 1 = 60.
 - iv) Integrated tax payable under Section 3(7) of the Customs Tariff Act, 1975 : 12%.
 - v) Educational cess @ 2% and secondary and higher educational cess @ 1%. Make suitable assumptions where required and show the relevant workings and round off your answer to the nearest rupee.

Note : Ignore GST Compensation Cess.

7. Determine the time of supply in following cases assuming that GST is payable in following cases :

| Sl. No. | Date of receipt of goods (1) | Date of payment by recipient of goods (2) | Date of issue of invoice by supplier of goods (3) |
|---------|---------------------------------|--|--|
| I | July 1 | August 10 | June 29 |
| II | July 1 | June 25 | June 29 |
| III | July 1 | Part payment made on June 30 and balance amount paid on July 20 | June 29 |
| IV | July 5 | Payment is entered in the books of account on June 28 and debited in recipient's bank account on June 30 | June 1 |
| V | July 1 | Payment is entered in the books of account on June 30 and debited in recipient's bank account on June 26 | June 29 |
| VI | August 1 | August 10 | June 29 |



SECTION - C

Answer any three questions out of five. Each question carries twelve marks. (3×12=36)

8. Mr. X, a supplier of goods, pays GST under regular scheme. Mr. X is not eligible for any threshold exemption. He has made the following outward taxable supplies in a tax period :

| Particulars | (Rs.) |
|-----------------------------|----------|
| Intra-State supply of goods | 8,00,000 |
| Inter-State supply of goods | 3,00,000 |

He has also furnished the following information in respect of purchases made by him in that tax period :

| Particulars | (Rs.) |
|--------------------------------|----------|
| Intra-State purchases of goods | 3,00,000 |
| Inter-State purchases of goods | 50,000 |

Mr. X has following ITCs with him at the beginning of the tax period :

| Particulars | (Rs.) |
|-------------|--------|
| CGST | 30,000 |
| SGST | 30,000 |
| IGST | 70,000 |

Note :

- I) Rate of CGST, SGST and IGST to be 9%, 9% and 18% respectively.
- II) Both inward and outward supplies are exclusive of taxes, wherever applicable.
- III) All the conditions necessary for availing the ITC have been fulfilled.

Compute the net GST payable by Mr. X during the tax period.

Make suitable assumptions as require

Computation of GST payable by Mr. X on outward supplies.

9. Explain the mandatory guidelines and architecture of GSP to integrate with the GST System.



10. Mr. Vivek imported second-hand goods from a UK supplier by air, which was contracted on CIF basis ? However, there were changes in prices in the international market between the date of contract and actual importation. As a result of several negotiations, the parties agreed for a negotiated price payable as follows :

| Particulars | Contract Price (Yen) | Changed price (Yen) | Negotiated Price (Yen) |
|-------------|-------------------------|------------------------|---------------------------|
| CIF Value | 5000 | 5800 | 5500 |
| Air Freight | 300 | 600 | 500 |
| Insurance | 500 | 650 | 600 |

- Vendor inspection charges (inspection carried out by foreign supplier on his own, not required under contract or for making the goods ready for shipment) - Yen 600.
- Commission payable to local agent @ 1% of FOB in local currency.

| Date of bill of entry | Basic customs duty | Exchange rate in (Notified by CBEC) |
|-----------------------------|--------------------|--|
| 18-2-2018 | 10% | 102 |
| Date of Arrival of aircraft | Basic custom duty | Exchange rate in (Notified by CBEC) |
| 15-2-2018 | 15% | 98 |

Inter-bank rate 1 UK Pound = 106

Compute the assessable value and calculate basic customs duty payable by Mr. Vivek.

11. What is goods and services taxes ? Briefly discuss the Constitution 101st Amendment Act, 2016.

12. From the following information furnished by a dealer in Tamil Nadu. Compute the amount of taxable supply and IGST payable.

| Particulars | Interstate Sale | |
|--|-----------------|-----------------|
| | GST rate is 12% | GST rate is 18% |
| Gross sales | 16,00,000 | 7,00,000 |
| It includes the following | | |
| Packing Charges | 3,500 | 1,500 |
| Design Charges | 1,500 | 800 |
| Trade Discount | 800 | 300 |
| Exports | 24,000 | - |
| Freight (Shown Separately) | 2,000 | 700 |
| Freight (Not shown separately) | 18,000 | 13,000 |
| Goods returned within 3 months | 1,500 | 1,200 |
| Installation Expenses (Shown Separately) | 5,600 | 5,100 |
| Goods rejected within 8 months | 3,000 | 1,600 |
| Sales outside the state | 9,000 | 8,000 |
| Commission for additional sales | 3,500 | 1,500 |

Goods worth Rs. 70,000 was sold within the state (Included in Gross sales turnover of Rs. 7,00,000).