Roll No. [ ] **Total No. of Pages : 03**

Total No. of Questions : 09

BBA (2012 Onwards & Batch) (Sem.–5)

INDIRECT TAX LAWS

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. Write briefly :

a. Gross Turnover

b. Penalty

c. Baggage

d. Basic Custom Duty

e. Specified Goods

f. Countervailing Duty

g. Purchase Tax

h. Service Tax

i. Manufacture

j. Point of Removal

SECTION-B

UNIT-I

2. Explain features of Central Sales Tax Act, 1956.

3. The particulars of sales to a registered dealer of Ludhiana 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	5,00,000
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

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 Custom Duty? Explain different types of custom duty with suitable examples.

5. ABC 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) ABC Ltd. 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 20%. 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 valuation rules under Central Excise Act, 1944.

7. Gupta Electronics Ltd. manufactures mixer grinders. It gets order for 5,000 mixers. For this order following item charged by Sumeet Ltd.:

a) Price of per mixer Rs. 5,400.

b) Packing charges per mixer Rs. 100.

c) Trade discount @ 5% on Rs.5,400.

d) Transit insurance premium Rs. 2,000.

e) Outward freight Rs. 24,000 and internal transport Rs. 5,800.

f) Bank charges for recovery of sales price is Rs. 1,400.

g) 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. How it is different from General Sales Tax System?

9. Explain the concept of Service Tax along with its salient features.