

**S.D.E.**  
**M. Com. Sem-II (CBCS 2018 Course) : SUMMER - 2019**  
**SUBJECT : ELECTIVE – A GROUPS : ADVANCED ACCOUNTING – IV**

Day : **Saturday**  
Date : **20/04/2019**

**S-2019-4762**

Time : **03.00 PM TO 06.00 PM**  
Max. Marks : **70**

**N. B. :**

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non-programmable calculator is **ALLOWED**.

**Q. 1** What is professional tax? Discuss present rates of professional tax in Maharashtra. **(16)**

**OR**

Discuss salient features of GST.

**Q. 2** Attempt **ANY TWO** of the following: **(12)**

- a) Explain in brief objectives of taxation.
- b) How to pay online professional tax in Maharashtra?
- c) Discuss impact of GST on various sectors.

**Q. 3** Attempt **ANY TWO** of the following: **(12)**

- a) Laxmi Ltd. of Bhopal (Madhya Pradesh) is a supplier of machinery, Laxmi Ltd. has supplied machinery to PQR Enterprises in Indore (Madhya Pradesh) on 1<sup>st</sup> October, 2018. The invoice for supply has been issued on 1<sup>st</sup> October, 2018. Thus the time of supply of machinery is 1<sup>st</sup> October, 2018. Laxmi Ltd. and PQR Enterprises are not related.

Following is provided:

- i) Basic price of machinery excluding all taxes but including design and engineering charges of ₹ 10,000 and loading charges of ₹ 20,000 – 20,00,000.
- ii) Laxmi Ltd. provides 2 years free warranty for the machinery. Laxmi Ltd. also provides an extended one year warranty on payment of additional charges of ₹ 1,00,000 and PQR Enterprises opted for one year warranty.
- iii) Laxmi Ltd. has collected consultancy charges in relation to pre-installation planning of ₹ 10,000 and freight and insurance charges from place of removal to buyer's premises of ₹ 20,000.
- iv) Laxmi Ltd. received subsidy of ₹ 50,000 from Central Government for supplying the machinery to backward region since receiver was located in a backward region. Laxmi Ltd. also received ₹ 50,000 from the joint venture partner of PQR Enterprises for making timely supply of machinery to the recipient.
- v) A cash discount of 1 % on the basis of price of the machinery is offered at the time of supply, if PQR Enterprises agrees to make the payment within 30 days of the receipt of the machinery at his premises. Discount @ 1 % was given to PQR Enterprises as it agreed to make the payment within 30 days.  
The machinery attracts CGST and SGST @ 18 % (9 % + 9 %) and IGST @ 18 %.

Compute the CGST and SGST or IGST payable, as the case may be on the machinery.

**P. T. O.**

- b) Shri Shiva imported goods of ₹ 10,000 and incurred expenses to produce final saleable goods. BCD @ 10 % was chargeable on imported goods. These manufactured goods were sold within the state at ₹ 45,000 plus applicable GST. Rate of CGST and SGST is 5 % and 7 % respectively.  
Compute : Cost. Sale Value and Tax Payable for the transaction.
- c) 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	₹
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	₹
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	₹
CGST	30,000
SGST	30,000
IGST	70,000

Note:

- Rate of CGST, SGST and IGST to be 9 %, 9 % and 18 % respectively.
- Both inward and outward supplies are exclusive of taxes, wherever applicable.
- 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 required.

**Q. 4** Attempt **ANY THREE** of the following: (15)

- Explain in detail constitutional provisions about Indian Tax System.
- Discuss the concept of Registration and Enrolment for professional tax.
- What are the disadvantages of GST?
- What is GST Return? Explain the process of GST Return Filing.

**Q. 5** Write short notes on **ANY THREE** of the following: (15)

- SGST
- Audit by GST Tax Authorities
- Finance Commission
- Methods of Taxation