MCOHC-2.3

Sl.No. :

Total No. of Pages : 4

Second Semester M.Com. Degree Examination, May - 2024
(SLM Scheme) (CBCS)
COMMERCE
Course - III : Business Taxation and GST

Time : 3 Hours **Max. Marks : 80**

SECTION - A

Answer any four questions. Each question carries 5 marks : [4 × 5 = 20]

Q1) Define Company. Explain the different types of companies as per Income Tax Act 1961.

Q2) Briefly explain the scope and limitations of Tax Planning.

Q3) Briefly explain the characteristics of GST as introduced in India.

Q4) What are the eligibility conditions for taking Input Tax Credit'?

Q5) State the role of GST council in India.

Q6) Compute the Advance Tax Payable by Mr. X from the following incomes.

a) Income from salary ₹ 2,84,000 p.a.

b) Rent from house property ₹ 1,50,000 p.a.

c) Interest on government securities ₹ 5,000

d) Interest on bank deposit ₹4,000

e) Agricultural income ₹ 90,000

f) Contribution to PPF ₹ 10,000 p.a. .

g) Tax deducted at source by employer ₹ 9,680.

SECTION - B

Answer any three questions. Each question carries 10 marks : [3 × 10 = 30]

Q7) Discuss the procedure of registration in case of GST.

Q8) Write a note on the following :

a) Reverse Change Mechanism

b) Time of supply of goods.

Q9) "Incidence of Tax depends on the residential status of the company". Discuss.

Q10) Determine the value of supply and the GST liability, to be collected and paid by the owner, with the following particulars:

a) Rent of the commercial building ₹ 18,00,000

b) Maintenance charges collected by local society from the owner and reimbursed by the tenant ₹ 2,50,000

c) Owner intends to charge GST on refundable advance, as GST is applicable on advance ₹ 6,00,000.

d) Muncipal taxes paid by the owner ₹ 3,00,000.

e) Rent and maintenance charges are exclusive of GST.

GST rates applicable on renting of business premises is as follows:

CGST 9%

SGST9%

Provide suitable explanations where required?

Q11) 'Varista' Ltd is engaged in the business of manufacturing of computer hardware since 1995. During the previous year 2023-24. The following assets are acquired and put to use.

Particulars	Block - I	Block - II	Block - III
Rate of depreciation	15%	30%	60%
No. of assets in the block	11	12	17
Depreciated value of the block on 1-4-23	9,00,000	12,50,000	2,50,000
Additions of plants (new)			
During the previous Year 2023-2024			
Plant - A	23,50,000	-	-
Plant - B	-	2,00,000	-
Plant - C	-	-	8,50,000
Sale of old plants			
(One plant in each block)	4,000	14,35,000	21,00,000

Plant A,B and C are acquired during May-2023 and put to use during September 2023. However, plant - B is put to use in last week March 2024.

Find out the amount of depreciation, and additional depreciation.

SECTION - C

Answer any two questions. Each question carries 15 marks : [2 × 15 = 30]

Q12) What do you mean by Advance Tax? How is it computed? Discuss the provisions of Income Tax regarding its payment.

Q13) What is composite supply? Explain the provision of E-way bill for supply of goods.

Q14) Himalaya Super Market, Chitradurga is engaged in trading of food and FMCG products. The transactions for the month of February 2022 are as below:

Particulars	Purchases	Sales
Intra state supply of goods (Exempt)	3,00,000	3,60,000
Intra state supply of goods (5%)	1 ,00,000	1,18,000
Intra state supply of goods (12%)	2,40,000	2,95,000
Intra state supply of goods (18%)	3,20,000	3,10,000
Intra state supply of goods (28%)	85,000	-
Intra state supply of goods (1 8%)	70,000	-
Rent paid for business premises (18%)	1,00,000	-
Interstate purchase of air conditioner (28%)	40,000	-
Inward supply of food and beverage to staff (5%)	30,000	-
Goods Obsolete which are written off (5%)	6,000	-
Non-payment of inward supply of July 2021(18%)	10,000	-

Compute output tax, input tax and Total tax payable.

Q15) Subhash Company Limited is a widely-held domestic company. The following are the particulars of its income in respect of the previous year 2023-24.

a) lncome from business: 54,90,000
b) Interest on Government securities: 20,000
c) Short term capital gains u/s 111A: 30,000
d) Long term capital gains: 33,000
e) Dividend from a domestic company (gross): 10,000
f) Divided from a foreign company: 15,000
g) Book profit U/S 115 JB: 52,50,000

During the previous year, the company donated by cheque 25,000 to national defence fund. Compute company's total income and tax payable for the assessment year 2024-25.