



K15P 0203

Reg. No. :

Name :

Third Semester M.A./M.Sc./M.Com. Degree (Reg./Sup./Imp.)

Examination, November 2015

(2014 Admn.)

COMMERCE

COM 3C14 : Wealth Tax and Indirect Taxes

Time : 3 Hours

Max. Marks : 60

PART – A

Answer **any four**. 1 mark for Part (a), 3 marks for Part (b) and 5 marks for Part (c).

1. a) What do you mean by Valuation data under Wealth Tax ?
b) What wealth belonging to others is included in the net wealth of an individual ?
c) From the following information compute GMR of the building :
 - 1) Rent received Rs. 5,00,000 p.m.
 - 2) Accepted deposit from the tenant Rs. 10 lakh repayable Rs. 1 lakh per quarter. It bears interest @ 12% p.a.
 - 3) Actual interest paid on deposit to the tenant till valuation date Rs. 92,000.
 - 4) Annual value assessed by local authority is Rs. 6,25,000.
2. a) What is National Calamity Contingent Duty ?
b) Explain the basis of calculation of Excise Duty payable.
c) Calculate the assessable value for the purpose of levy of excise duty from the following particulars :

	Rs.
1) Cum-duty selling price (inclusive of VAT @ 5%)	75,000
2) Rate of excise duty applicable to the product	12.5%
3) Trade discount allowed	6,960
4) Freight (to be charged extra)	2,000

P.T.O.



3. a) What do you mean by Anti-dumping duty ?
 b) Explain the important ingredients of assessable value under Customs Act.
 c) From the following information determine the customs duty payable :

	Rs.
1) CIF value of goods imported	5,00,000
2) Rate of basic customs duty	10%
3) Rate of excise duty on such goods produced in India	12.5%
4) SAD @ 4% and Education cess @ 3% also leviable	

4. a) State the concept of service.
 b) What is meant by taxable territory under Service Tax ? How it is determined ?
 c) A cable operator, puts the following details of its operations for the quarter ended 30th Sept. 2015 :

	Rs.
1) Gross monthly collection from subscribers	5,52,600
2) Cost of cable from control room to subscriber's premises	22,500
3) Installation charges	15,600
4) Entertainment taxes amount deposited with Govt. (included in labour and shown separately in bills)	52,300
5) Receipts from Advertisement, displayed on cable network	1,56,800

Calculate value of taxable service and service tax levied there upon.

5. a) What is tax cascading ?
 b) State the various methods of computation of VAT.
 c) Explain the merits and demerits of VAT.
6. a) What do you mean by CENVAT ?
 b) Enumerate the orders against which appeal can be filed and appeal cannot be filed to Appellate Tribunal under Customs Act.
 c) Explain the various sources of service tax law. (4×9=36)



PART – B

Answer **any two**. Each carries **12** marks.

7. Explain the penalty provisions relating to Service Tax.

OR

From the following particulars compute net wealth and wealth tax liability of a Resident Indian Citizen :

	Rs.
1) Self occupied property	4,00,000
2) Let out house property (Residential purpose for the whole year)	5,00,000
3) Let out house property (residential purpose for eight months and self occupied for four months duty P.Y.)	5,00,000
4) Cash in hand	1,70,000
5) Jewellery held for personal use	40,00,000
6) Flat in Delhi used as business office	10,00,000
7) Shares in companies	4,00,000
8) Motor car for personal use	1,80,000
9) Fixed deposit in the name of Minor Son	2,00,000
10) Flat in London	10,00,000
11) Unused land in Chennai acquired on 1-6-2011 and held for industrial purpose	10,00,000
12) Loan taken for the purchase of Jewellery	10,00,000

8. Mr. Raj is a fashion designer preparing patterns of costumes, apparels, garments and clothing accessories. He receives the following amounts of services rendered during the quarter ended 30th Sept. 2015

	Rs.
1) Conceptualisation of design changes	2,32,300
2) Consulting charges for selection of materials	25,900
3) Preparation of patterns	30,800



- 4) Purchase of final fabrics 1,37,300
- 5) Making garments as per need of the client by stitching on final fabrics 62,700
- 6) Garment accessory attached to final designer garment 72,300
- 7) Mr. Raj prepared a garment for self use by incurring an amount of Rs. 1,73,400

Determine the value of taxable services provided by Mr. Raj to its clients.

OR

Explain the provision regarding appeal under the Central Excise Act.

