

**Topic: GST Test - I**

**Total Marks - 50**

**Time allowed – 1.5 hours**

**Q1.A.** XYZ Ltd, having its head office at Mumbai, is registered as Input Service Distributor (ISD). It has three units in different cities situated in 'Mumbai', 'Jabalpur' and 'Delhi' which are operational in the current year. XYZ Ltd. furnishes the following information for the month of July 2020:

CGST paid on services used only for Mumbai Unit : Rs. 3,00,000

IGST, CGST & SGST paid on services used for all Units : Rs.12,00,000

Total turnover of the units for the previous financial year is as follows :

Unit	Turnover (Rs.)
Total turnover of three units	Rs. 10,00,00,000
Turnover of Mumbai unit	Rs. 5,00,00,000
Turnover of Jabalpur unit	Rs. 3,00,00,000

Determine the credit to be distributed by XYZ Ltd. to each of its three units.

**Q1.B.** Examine and state by giving brief reasons as to the taxability/exemption or otherwise of each of the following independent services as per provisions/ notifications issued under the CGST Act, 2017 :

- (i) FSSAI services to Food Business Operators
- (ii) News Agency Services
- (iii) Organizing business exhibition outside India
- (iv) Slaughtering of animals
- (v) Information under RTI Act, 2005.

**Q1.C.** Write a brief note on Summary Assessment?

**(5 marks each x 3 = 15 marks)**

**Q2.A.** Briefly discuss whether the following powers vest with the Commissioner (Appeals) under the GST Act, 2017:

- (i) Remanding the case back to the adjudicating authority; and
- (ii) Condoning the delay in filing appeal before him.

**Q2.B.** Mrs. X has opted for composition scheme at the time of registration and purchased a plant and machinery Rs. 30,00,000 and paid input tax at a rate of 18% and tax credit was not allowed but after a period of 9 month and 10 days the dealer has opted for payment u/s 9 i.e. normal scheme. Compute amount of tax credit allowed to Mrs. X.

**Q2.C.** Is there any special document required to be carried during transportation of taxable goods? Briefly explain provisions related to e-way bill as per CGST Act, 2017 relating to:

(i) When it is being required?

(ii) What is its validity period?

**Q2.D.** State which of the following is composite supply or mixed supply under the GST law :

(i) Sale of car with warranty coverage.

(ii) Gift pack with chocolates and books.

(iii) Sale of Refrigerator with power stabilizer.

(iv) Hotel Funtoosh providing accommodation with complimentary breakfast.

**Q2.E.** SAM Ltd. has two manufacturing units located in Maharashtra. One unit located in Nashik is engaged in manufacturing of fabrics and another unit located in Nagpur is engaged in manufacturing of grey cloth. They do not want to have separate registrations for both the units under the GST law. Explain as per provisions of CGST Act, 2017 whether separate registrations are to be taken for the two units when both are located in the same state.

**(4 marks each x 5 = 20 marks)**

**Q3.A.** ACD Sweets Ltd., registered in Kerala dealing in supply of sweets from its shop in city "X". It has shops (units) in City "Y" and City "Z" in Kerala and City "W" in Tamil Nadu. It transfers some of its stock from its shop in City "X" to its other units in Kerala (intra-state) and Tamil Nadu (inter-state). Whether such self-supplies are taxable under Goods and Services Tax?

**Q3.B.** Capital Forex Private Limited, registered in Delhi, is engaged in the business as an authorized money changer and has opted to charge for the service so provided as per Rule 32(2)(b) of the CGST Rules, 2017. It has undertaken the following transactions of purchase and sale of foreign currency on 11-03-2020 :

(i) USD 1,400 purchased from Nagesh at the rate of ₹70 per USD. RBI reference rate on the day of transaction was ₹70.20 per USD.

(ii) USD 2,500 sold to Mohan at the rate of ₹69.50 per USD. RBI reference rate for the day of transaction was not available. Explain in brief Rule 32(2)(b) of the CGST

Rules, 2017 applicable as to valuation of supply in case of money changer service and also compute the value of taxable supply for both the above transactions.

**Q3.C.** What are the recognitions to a Company Secretary under GST ?

**(5 marks each x 3 = 15 marks)**