Seat No.: _____ Enrolment No._____

# GUJARAT TECHNOLOGICAL UNIVERSITY

**MAM - SEMESTER–III • EXAMINATION – SUMMER • 2014**

**Subject Code: 4130504** **Date: 26-06-2014**

**Subject Name: Elements of Direct and Indirect Taxes**

**Time: 02:30 pm – 05:30 pm** **Total Marks: 70**

**Instructions:**

1. **Attempt all questions.**
2. **Make suitable assumptions wherever necessary.**
3. **Figures to the right indicate full marks.**

| | | | |
|---|---|---|---|
| **Q.1** | **(a)** | Define the term Direct Tax and Indirect Tax. Distinguish between Direct Tax and Indirect Tax. | **07** |
| | **(b)** | Every financial year is a previous year as well as an assessment year. Discuss. | **07** |
| **Q.2** | **(a)** | Calculate the amount of HRA exempt U/s 10 (13A) in respect of an employee residing in Gandhinagar who was in receipt of basic salary of Rs. 65,000, Dearness Allowance of Rs. 35,000 and HRA of Rs. 60,000. And he paid the actual rent of Rs. 50,000 per annum. | **07** |
| | **(b)** | Show the income tax slabs and rates of Assessment Year 2013-14 for individual resident, senior citizen (Age of 60years to 80 years) and super senior citizen (Age of more than 80 years). | **07** |
| | | **OR** | |
| | **(b)** | Explain the deductions allowed under section 80C, 80CCC, 80D, 80DD and 80E of Income Tax Regulations. | **07** |
| **Q.3** | **(a)** | A coaching class charges normal tuition fee of Rs. 10,000 for students from South Mumbai colleges, Rs. 5,000 for students coming from rural area and no fees to students for children of freedom fighters and teachers. 20 students were admitted from each of the four categories. Find out the value of taxable services and also the service tax liability. | **07** |
| | **(b)** | Explain the concept of taxable services and list out the names of at least 10 of the various taxable services that are covered under service tax. | **07** |
| | | **OR** | |
| **Q.3** | **(a)** | A Chartered Accountant raises a bill for audit service at a gross amount of Rs. 55,150 inclusive of service tax. Find out the value of taxable services rendered and the service tax payable on the services. | **07** |
| | **(b)** | Elaborate on the process of registration under service tax rules. | **07** |
| **Q.4** | **(a)** | Define and explain the Business as per the provision of MVAT Act 2002. | **07** |
| | **(b)** | What is Value Added Tax (VAT)? State the importance of VAT. | **07** |
| | | **OR** | |
| **Q.4** | **(a)** | What is meant by importer of goods? | **07** |
| | **(b)** | What are the inclusions for dealers? | **07** |
| **Q.5** | **(a)** | List out the schedules under MVAT dealing with levy of Sales Tax. | **07** |
| | **(b)** | Explain 'incidence of tax' under the MVAT Act. | **07** |
| | | **OR** | |
| **Q.5** | **(a)** | What is set off? What are the conditions for claiming set off? | **07** |
| | **(b)** | List out the exemptions certain sales and purchase not to be liable to tax- sec 8. | **07** |

**********