Seat No.: _____ Enrolment No._____

GUJARAT TECHNOLOGICAL UNIVERSITY

MBA (AM) - SEMESTER–III • EXAMINATION – SUMMER 2016

Subject Code: 4130504 **Date: 13-05-2016**

Subject Name: Elements of Direct and Indirect Taxes

Time: 2:30 pm to 5:30 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)**	Distinguish between Assessment Year and Previous Year. Also explain the relationship between the two.	**07**
	(b)	Classify the assesse according to his residential status.	**07**
Q.2	**(a)**	Explain the essential ingredients for taxability of service under the head "Commercial Training or Coaching."	**07**
	(b)	Who is liable to pay Service Tax and what is the value on which Service Tax is levied and What is taxable service?	**07**
		OR	
	(b)	Briefly list the exemptions and exclusions under "Practicing Chartered Accountant"	**07**
Q.3	**(a)**	Which incomes are taxable under the head "Salaries"? Enumerate.	**07**
	(b)	The Gross Total Income of Shri Sanjay is Rs. 5,00,000 for the year ended 31-3 -2016. During the year he had paid the following. A) Rs. 30,000 deposited in Public Provident Fund a/c with SBI. B) Rs. 12,000 paid as medical insurance for self and family. C) Rs. 35,000 spent for medical treatment of his father who is suffering from a permanent disability. Calculate the taxable income of Shri Sanjay for A.Y. 2016-15	**07**
		OR	
Q.3	**(a)**	Which incomes are chargeable under the head "Profits and Gains of Business or Profession"? Enumerate.	**07**
	(b)	State various expenses and allowances that are deductible under the Income Tax Act, 1961, to compute "Income from Other sources."	**07**
Q.4	**(a)**	Define and explain the term "Purchase Price" and "Sale Price" as per the provision of VAT Act.	**07**
	(b)	Explain "Dealer" with exceptions and certain situations, stated under the definition of "Dealer".	**07**
		OR	
Q.4	**(a)**	Explain with reasons whether the following are manufacturing activities as per provision of VAT. (ANY 3) 1) Assembling cycle from various parts. 2) Polishing Furniture. 3) Refining of crude oil. 4) Repairing of Machinery.	**07**
	(b)	Briefly Explain following terms with examples. (ANY 3) A) Resale B) Sales C) Goods D) Business	**07**

Q.5	**(a)**	Give Short Note on: (ANY 3) 1) Composition Scheme 2) Certain goods free of tax 3) Reduction of set – off under certain circumstances 4) No set-off under certain circumstances	**07**
	(b)	Discuss Levy of Sales Tax on Goods Specified in various schedules (A to E). Discuss with reference to VAT Act.	**07**

OR

Q.5	**(a)**	"Certain Sales and Purchases not liable to tax" Discuss with reference to VAT Act.	**07**
	(b)	Show the Income Tax slab rates of Assessment Year 2016 – 15.	**07**

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