



**BD-306**

Seat No. \_\_\_\_\_

**B. B. A. (Sem. - VI) Examination**  
**March/April - 2014**  
**Indirect Taxation : Paper - CC-604**

Time : 3 Hours]

[Total Marks : 70

**Instruction** : Q-1 & Q-4 are compulsory Questions.

- 1 (a) Explain the difference between Direct Taxes and Indirect Taxes. **08**
- (b) What are the basic conditions for Levy of Excise Duty ? **04**
- 2 (a) Explain the following terms in relation to Central Excise Act, 1944. **08**
- (1) Excisable goods
- (2) Exempted goods
- (3) Nil rated goods
- (4) Manufacture
- (b) Determine the basis on which Excise duty is payable. **04**

**OR**

- 2 (a) What are the basic Conditions for levy of excise duty? **04**
- (b) Discuss the Scope of Central Excise Law as per CEA 1944 and also discuss rate of excise duty. **08**
- 3 What do you mean by 'Manufacturer' in relation to Central Excise? Discuss its concept, Categories and Instances of Manufacturer. **10**

**OR**

- 3 Define the following terms with reference to CEA, 1944. **10**
- (1) Factory
  - (2) Wholesale Dealer
  - (3) Sale and Purchase
  - (4) Curing
  - (5) Central Excise Officer
- 4 (a) Explain the Concept of VAT Why it is different from CENVAT ? **04**
- (b) Explain the concept of 'cascading effect' with example. **08**
- 5 (a) Define Service and Service tax. **04**
- (b) Discuss salient features of levy of Service tax. **08**

**OR**

- 5 (a) Write a note on Special Audit under Service Tax Law. **04**
- (b) What is the procedure for payment of Service tax? Discuss in detail. **08**
- 6 Attempt any **three** from the following. **12**
- (1) Mr. Anand Purchased goods from Mr. Yogesh for Rs. 850/- on which tax is leviable @ 10% afterwards, he adds Rs. 65 as his profit mark-up and sales made by him to the consumer is taxable @ 20%. Compute the tax liability of Consumer (A) without VAT and (B) under VAT.

- (2) What are the different rates under VAT System ? Discuss them.
  - (3) What is input tax credit (ITC) in the context of VAT Provisions? Discuss its Scope.
  - (4) Briefly explain the concept and merits of Invoice method of computing Tax liability under VAT systems.
  - (5) Briefly explain advantages of Value Added Tax (VAT).
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