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PG/IVS/COM/402.1 & 402.2/
25(New)

M.Com. 4th Semester Examination, 2025

COMMERCE

(*GST and Customs Law*)

PAPER — COM-402

Full Marks : 50

Time : 2 hours

Answer all questions

The figures in the right hand margin indicate marks

Candidates are required to give their answers in their own words as far as practicable

COM — 402.1

(Marks : 20)

1. Answer any *two* of the following questions :

5 × 2

(a) Distinguish between Direct Tax and

(Turn Over)

Indirect Tax. Write the name of the Indirect Taxes which are subsumed on the introduction of GST. 3 + 2

(b) Briefly explain the composition levy scheme of GST. What are its advantages to a supplier of goods ? 3 + 2

(c) What is electronic ledger ? Briefly describe about the electronic cash ledger, electronic credit ledger and electronic liability ledger under GST. 5

2. Answer any *one* of the following questions :

10 × 1

(a) (i) What do you understand by GST on reverse charges ?

(ii) Sangeet & Co., a registered supplier, is engaged in the manufacture of taxable goods. The company provides

the following GST payment information pertaining to purchases made/services availed by it during the month of May, 2025 :

S.No.	Particulars	GST (Rs.)
1	Raw material (to be received in the month of June 2025)	3,00,000
2	Membership of a club availed for the top managers working in the factory	1,25,000
3	Inputs to be received in 5 lots, out of which 3rd lot was received during the month	60,000
4	Trucks used for transport of raw material	20,000
5	Capital goods (out of 3 items, invoice for 2 items is missing & GST paid on those items is 80,000)	1,50,000

S.No.	Particulars	GST (Rs.)
6	Purchase of bus (seating capacity 18) for the transportation of employees from their residence to company and back	1,30,000

Determine the amount of ITC available with Sangeet & Co. for the month of May 2025 by giving the necessary explanation for treatment of various items.

3 + 7

(b) (i) What is the amount of penalty for the following offences ?

(A) Delay in filing the return

(B) Not filing return

(C) Not issuing an invoice.

(ii) Vistara Airlines has constructed a five-star hotel in Kovalam Sea Beach of Kerala. On a particular date its to and fro flight ticket charges to

Trivandrum (close to Kovalam Beach) from Kolkata is Rs. 24,000/-. A compulsory travel insurance of Rs. 400/- and food in the flight of Rs. 700/- are also charged separately. If a person purchases a to and fro ticket from Vistara Airlines then the company offers a room of that hotel at 60% discount for maximum two nights. The original room tariff is Rs. 10,000/- per night.

(All the figures are excluding GST)
Mr. Ghosh has purchased one ticket for Trivandrum and stayed two nights in that hotel and paid Rs. 33,100/- (excluding GST) to Vistara Airlines for the package.

The rate of GST for Air Ticket is 18%, for Food is 5%, for Insurance is 12%, and for Luxury Hotel is 28%.

Find the amount of GST payable by Mr. Ghosh.

3 + 7

COM – 402.2

(Marks : 20)

3. Answer any *two* questions from the following: 5 × 2

(a) What is customs Duty ? What are the objectives of imposing Customs Duty ? 1 + 4

(b) Find the assessable value for the purpose of Customs Duty of the following imported machine for CIP Ltd. which has imported a machine from Germany at an FOB value of \$ 2,00,000. The other expenses incurred by CIP Ltd. in this connection were as follows : 5

(i) Air Freight from Germany to India
Port : \$ 20,000

(ii) Insurance paid to insurer in India
₹ 10,000

- (iii) Designing charges paid to consultancy firm in Germany \$30,000
 - (iv) CIP Ltd. has expended ₹ 1,00,000 in India for certain development activities with respect to the imported machine
 - (v) CIP Ltd. had incurred road transport cost from Mumbai port to their factory in Karnataka : Rs. 30,000
 - (vi) The Exchange rate as notified by RBI is \$1 = Rs. 75 and as notified by CBEC \$1 = Rs. 74.
 - (vii) The commission payable to the agent in India was 5% of FOB cost of the machine in Indian rupees.
- (c) What is Baggage ? Is a woman allowed to carry used gold ornaments weighing 100 grams from Dubai to India without paying customs duty ? Discuss with the provisions of Customs Act. 2 + 3

4. Answer any *one* question from the following :

10 × 1

(a) (I) Determine Customs Duty of TAC Ltd. from the following information.

(i) Assessable Value : ₹ 1,00,000

(ii) Basic Customs Duty : 10%

(iii) Social Welfare Surcharge : 10%

(iv) Integrated Goods and Services Tax : 18%

(v) Compensation Cess : 15%

(vi) Safeguard Duty : 5%

(vii) Countervailing Duty (CVD) : 12%

(II) What is protective duty ? How does it differ from safeguard duty ?

6 + (2 + 2)

(b) (i) Define warehousing as per the

Customs Act, 1962. What is its significance in the context of international trade ?

- (ii) What is warehousing bond ? What is the maximum limit of warehousing period ? What are the rights of importer while he stores the imported goods in warehouse ?

(1 + 3) + (1 + 2 + 3)

[Internal Assessment – 10 Marks]

