



THE QUAIDE MILLETH COLLEGE FOR MEN, MEDAVAKKAM, CHENNAI – 100

P.G & RESEARCH DEPARTMENT OF COMMERCE

II M.Com (GENERAL) III SEMESTER INDIRECT TAXES

QUESTION BANK

**UNIT – 1**

**Section – A**

1. What do you mean by tax?
2. What are indirect taxes?
3. What is concurrent list?
4. How does tax differ from duty?
5. What are the direct taxes levied by Central Government?
6. Write short notes on union list.
7. Explain the term GST?
8. What is federalism?

**SECTION – B**

1. What do you mean by shifting of tax?
2. What are the characteristics of tax?
3. Narrate the sources of income given under union list.
4. Describe the pattern of revenue sharing between the union and the states.
5. Discuss the merits of indirect taxes.
6. Make a distinction between duty and tax.
7. List out the various indirect taxes levied in India.
8. Discuss the movement towards GST in India

**SECTION – C**

1. Bring out the distinction between Direct tax and Indirect tax.
2. Why do modern Government prefer Progressive tax system?
3. Explain the principle of federal finance.
4. Narrate entries given under List I, II & III of the Government Of India Act , 1935.
5. Describe the distribution of revenue between center and states.



**UNIT -2**  
**SECTION – A**

1. What is excise duty?
2. What is advalorem duty?
3. Explain the term excisable goods.
4. Define the term manufacturer?
5. What do you mean by marketability of goods?
6. What are the various types of warehouse?
7. Explain HSN classification of Goods.
8. What is duty based on Tariff Value?
9. What is a private bonded warehouse?
10. What is Self-assessment of Excise Duty?

**SECTION – B**

1. Briefly discuss the different bases of levying excise duty.
2. Describe the administrative setup of excise duty.
3. Distinguish between excise duty and sales tax.
4. Distinguish between excise duty and customs duty.
5. Explain briefly the valuation of excisable goods.
6. What are the rules governing classification of goods under central excise Act?
7. Explain the term transaction value under central excise Act 1944.
8. Explain briefly different types of clearance of excisable goods.
9. How are goods cleared for export?
10. Explain the procedure of registering a privately owned warehouse.

**SECTION – C**

1. What is CENVAT? What are its features?
2. Describe the methods of excise duty collection or clearance of goods.
3. Explain the complex trade practices to be taken into account while determining Assessable value of goods for central excise?
4. What is a warehouse? What are the matters to be adhered to by the person in charge of warehouse?
5. Explain the registration procedure for dealers under excise law.
6. Explain the periodic returns to be filed by registered dealers under central excise law.
7. Mr. Arun has a brand name unique. He gets the goods manufactured by Mr. Ravi under the brand name unique at Rs. 60 per article. Mr. Arun sold the



goods at Rs. 100 per article. Assuming the rate of excise duty is 20%, calculate the assessable value and the duty per article.

### UNIT – 3

#### SECTION - A

1. Define the term services.
2. What are taxable services?
3. Give a list of services exempted from payment of service tax.
4. What is self-assessment of service tax?
5. What are the due dates for payment of service tax?

#### SECTION – B

1. Explain the meaning of taxable service and taxable event for the purpose of service tax.
2. Name any few services which are subject to service tax.
3. List out the business related services on which service tax is levied.
4. Who is an assessee for service tax?
5. Explain the different kinds of assessment of service tax.

#### SECTION – C

1. Discuss the provisions regarding assessment and payment of tax under service tax Act?
2. Describe the procedure for registration of service providers under service tax rules.
3. What is 'Value of taxable service'? How is it determined?
4. Give the provisions of levy, assessment, and collection of service tax.
5. Briefly discuss the administration of service tax.
6. Briefly discuss about the negative and exempted list of services.



## UNIT – 4

### SECTION – A

1. State the goods prohibited under the Customs Act.
2. What is custom value.
3. What are general exemptions from customs duty?
4. Explain the meaning of warehouse.
5. What is Duty Drawback?
6. What is customs duty?
7. What is assessable value.
8. Explain the Term baggage under the customs Act 1962.

### SECTION – B

1. Explain in details the scope of customs law in India.
2. Explain the different kinds of duties livable under the customs Act.
3. Describe the procedure for and methods of assessment of customs duty.
4. Explain the import procedure and export procedure briefly.
5. Explain the provisions relating to duty drawback.
6. Find the customs duty payable from the following particulars;  
Customs value of imported goods; Rs. 5,00,000  
Basic Customs Duty payable; 80%  
Excise duty payable, if goods had been made in India; 10%.

### SECTION – C

1. Describe briefly the valuation of goods under the Customs Act.
2. Enumerate the provisions relating to levy of duty under the Customs Act.
3. Explain the methods of classification of goods under customs Act.
4. When and by whom exemption from customs duty is granted?
5. Calculate the customs duty payable from the details given below;  
Customs value of imported goods Rs.7, 50,000. Customs duty payable 40% had  
the goods been manufactured in India, the Excise Duty payable would have  
been 15%.



## UNIT-5

### SECTION – A

1. What are the objectives of the Central Sales Tax Act?
2. Define the term dealer under the Central Sales Tax Act.
3. Define the term Sale under the Central Sales Tax Act.
4. What are deemed sales?
5. What are the types of sales under the Central Sales Tax?
6. What do you mean by inter – State trade?
7. Write short notes on VAT.
8. What are the sales which are not governed by VAT Act?

### SECTION – B

1. What are the essential features of sales?
2. How will you determine taxable turnover?
3. Explain the various rates followed in India regarding VAT.
4. Bring out the difference between sales tax and VAT.
5. Explain the various methods of calculating VAT.
6. What are the advantages and disadvantages of VAT.

### SECTION – C

1. Describe briefly the procedure for registration of dealer under the Central Sales Tax Act.
2. Discuss in detail about the emergence of VAT and how it is followed in India with a suitable example.
3. What is declared goods under CST Act?
4. Explain the procedure of registration of dealers under CST Act.
5. Explain the categories of sales under Central sales tax Act 1956.