

F.Y B.Com (AGF)

Oct-2000

HJKJ

Time : 2 hrs

CA-24

Marks : 60

**Instruction :**

- 1) Attempt all question
- 2) All questions carry 15 marks

**Q.1 A)** The following information is furnished to you by Mr. Nihar regarding his purchase & Sale transactions. Find out in which month he will be liable to pay tax as per the provision of Bombay Sales Tax Act, 1959. Give reasons for your answer (Detailed discussion of legal provision not necessary.)

Details of Purchases etc.				Details of sales	
Months	Tax Free Goods Rs.	Taxable Goods Rs.	Raw Materials & Manufacturing Exps. Rs.	Tax Free Goods Rs.	Taxable Goods Rs.
April 2003 to } Dec. 2003 }					
Dec. 2003	38,000	4,000	3,000	40,000	5,000
Jan. 2004	10,000	—	1,000	16,000	—
Feb. 2004	80,000	4,000	—	90,000	—
March 2004	6,000	3,000	1,000	30,000	—

OR

**A)** Veena & Co. asks you to compute their Taxable Turnover & Sales Tax Liability under the Bombay Sales Tax Act, 1959 for the each month separately from the following information. Rate of Tax on Schedule "B" Goods is 4% & on schedule "C" Goods is 13% (Ignore VAT)

Month	Total Sales Rs.	Schedule A		Schedule B		Schedule C	
		First Sales Rs.	Resale Rs.	First Sales Rs.	Resale Rs.	First Sales Rs.	Resale Rs.
Jan. 2004	90,000	12,000	1,500	6,000	3,000	30,000	37,500
Feb. 2004	1,35,000	15,000	4,500	34,500	24,000	45,000	12,000
March 2004	1,23,000	6,000	9,000	18,000	27,000	30,000	33,000
<b>Total</b>	<b>3,48,000</b>	<b>33,000</b>	<b>15,000</b>	<b>58,500</b>	<b>54,000</b>	<b>1,05,000</b>	<b>82,500</b>

Month	Total Sales Returns Rs.	Schedule A		Schedule B		Schedule C	
		First Sales Rs.	Resale Rs.	First Sales Rs.	Resale Rs.	First Sales Rs.	Resale Rs.
Jan. 2004	6,000	0	1,500	0	1,500	0	3,000
Feb. 2004	9,000	3,000	1,500	3,000	0	1,500	0
March 2004	21,000	0	0	18,000	0	3,000	0

**Q.2 A) Define & explain the following terms under the Bombay Sales Tax Act, 1956**

- i) Dealer
- ii) Business

**OR**

**A) Explain in detail the conditions under which sales to an recognised dealer can be made at reduced rate of tax as per the provisions of section 11 of Bombay Sales Tax Act. 1956.**

**Q.3 A) Define & explain the following terms. Under Central Sales Tax Act. 1956.**

- i) Business
- ii) Sale

**OR**

**A) When is sale or purchase of goods said to take place outside a state as per the provisions of Central Sales Tax Act. 1956.**

**Q.4 A) Rate of Tax differs in different circumstances. Explain with reference to the provisions of section of Central Sales Tax Act, 1956.**

**OR**

**A) Explain briefly, " The subsequent inter - state sales exempt from tax"  
Under Section -6(2) of the Central Sale Tax Act, 1956.**

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