

Q - 1 A] State whether the following statement is TRUE / FALSE and Rewrite the sentence (Any 08) (08)

1. VAT is charged in addition to Sales Tax.
2. Hypothecation of goods is excluded from the definition of 'Sale' under the MVAT Act.
3. Giving a vehicle on lease is treated as 'Sale' under the MVAT Act.
4. 'Business' as defined under MVAT Act, 2002 exclude any transaction of sale or purchase of capital assets.
5. Sale of capital assets is to be treated as part of business transaction for the purpose of VAT.
6. Sale of scrap is not treated as business transaction for the purpose of VAT.
7. A lawyer is not a dealer under MVAT, 2002.
8. Polishing furniture amounts to "Manufacture", as defined under MVAT, 2002.
9. Sale price under MVAT shall include tax paid or payable to a seller in respect of such sale.
10. Gift of jewellery to a friend is not 'sale' as defined under MVAT, 2002.

B] Match the following (Any 07) (07)

| Column A | Column B |
|---------------------------------------|---|
| 1. State Government can levy | (a) 1 % |
| 2. Schedule A | (b) Manufacture |
| 3. Hypothecation | (c) Turnover should exceed Rs. 1,00,000 |
| 4. Auctioneer | (d) Tax free |
| 5. Schedule B | (e) Purchase price of goods purchased from A by B |
| 6. Ornamenting | (f) Not a sale |
| 7. Lottery Ticket | (g) Exclude from definition of goods |
| 8. Importer | (h) Dealer |
| 9. Sale price of goods sold by B to A | (i) VAT |
| 10. Schedule C | (j) 5 % |

Q – 2 Mr. Aadit is a dealer. Find out when he is liable to get registration and pay sales tax as per provisions of MVAT 2002 from the following information. (15)

| Month | Taxable Purchases | Tax free Purchases | Taxable Sales | Tax free Sales |
|------------|-------------------|--------------------|---------------|----------------|
| July 2019 | 6,000 | 40,000 | 4,000 | 20,000 |
| Aug. 2019 | 2,000 | 50,000 | 3,000 | 30,000 |
| Sept. 2019 | 10,000 | 36,000 | 24,000 | 50,000 |
| Oct. 2019 | 6,000 | 24,000 | 1,40,000 | 20,000 |
| Nov. 2019 | 4,000 | 16,000 | 1,36,000 | 80,000 |
| Dec. 2019 | 8,000 | 12,000 | 24,000 | 70,000 |
| Jan. 2020 | 36,000 | 60,000 | 80,000 | 1,20,000 |

OR

Q – 2 Veena & Co. asks you to compute their taxable turnover & sales tax liability under MVAT Act, 2002 for the each month separately from the following information. (15)

Sales:

| Month | Schedule A | Schedule C | Schedule E |
|---------------|---------------|---------------|-----------------|
| January 2019 | 12,000 | 6,000 | 30,000 |
| February 2019 | 15,000 | 34,500 | 45,000 |
| March 2019 | 6,000 | 18,000 | 30,000 |
| | <u>33,000</u> | <u>58,500</u> | <u>1,05,000</u> |

Sales Returns (within 6 months):

| Month | Schedule A | Schedule C | Schedule E |
|---------------|--------------|---------------|--------------|
| January 2019 | Nil | Nil | Nil |
| February 2019 | 3,000 | 3,000 | 1,500 |
| March 2019 | Nil | 18,000 | 3,000 |
| | <u>3,000</u> | <u>21,000</u> | <u>4,500</u> |

Q – 3 Explain with reasons, whether the following activities are manufacturing activities as per the provision of the Maharashtra Value Added Tax Act, 2002: (15)

(1) Cutting steel sheets into smaller sheets.

(2) Polishing gold ornaments.

- (3) Assembling TV set from various parts.
- (4) Assembling computer for the customer's household use.
- (5) Manufacturing of Ball Bearings.
- (6) Labelling
- (7) Retreating of old tyres.
- (8) Reconditioning of machinery.

OR

Q - 3 State whether the following person is a "dealer" under the MVAT, 2002 giving reasons:
(15)

- (1) Auctioneer
- (2) Raj Travels, carrying passenger from Mumbai to Pune by bus.
- (3) Jaslok Hospital, selling old X-Ray Machines.
- (4) MV & Co. Chartered Accountants.
- (5) Actor
- (6) Shopkeeper
- (7) Lawyer
- (8) Estate agent

Q- 4 A] Mr. Sunil is a dealer in kolapur. From the following information find out sales tax liability for the month of August 2015 (08)

Gross Sales [Inclusive of Tax]

Schedule 'C'

Rs.15,60,000

Schedule 'E'

Rs.45,00,000

Total

----- Rs.60,60,000

Purchases [Inclusive of Tax]

Schedule 'C'

Rs.8,32,000

Schedule 'E'

Rs.24,75,000

Total

----- Rs.33,07,000

Company prepare tax invoice separately.

B] Following information is available of M/s Snehal & Co. you are required to find out whether she is liable for registration and pay MVAT 2002. (07)

| Particulars | Purchases | Sales |
|-------------|-----------|-----------|
| Tax Free | 20,50,000 | 30,40,000 |
| Taxable | 2,000 | 4,000 |
| Total | 20,52,000 | 30,44,000 |

OR

Q-4 A] Mrs. Nagesh a registered dealer gives you the information of sales as detailed below: (08)

| Period | Schedule | | |
|----------------|----------|----------|----------|
| | A | B | C |
| | Rs. | Rs. | Rs. |
| June 2015 | 1,00,000 | 1,00,000 | 80,000 |
| July 2015 | 1,10,000 | 50,000 | 20,000 |
| August 2015 | 60,000 | 20,000 | 50,000 |
| September 2015 | 2,00,000 | 60,000 | 1,80,000 |

Details of sale outside Maharashtra are as follow:

| Particulars | Rs. |
|----------------|----------|
| June 2015 | 1,00,000 |
| July 2015 | 80,000 |
| August 2015 | 10,000 |
| September 2015 | 2,00,000 |

Ascertain the sales tax liability of Nagesh under the MVAT Act 2002. (Assume there is no set off claim)

B] Following information is available of Mr. Karan you are required to find out whether he is liable for registration and pay MVAT 2002. (07)

| Particulars | Purchases | Sales |
|-------------|-----------|-------|
| | | |

| | | |
|----------|----------|----------|
| Tax Free | 20,000 | 40,000 |
| Taxable | 3,80,000 | 5,80,000 |
| Total | 4,00,000 | 6,20,000 |

Q - 5 a] Define goods and give five examples of goods

(08)

b] Define Manufacture and give five examples of Manufacturing activity

(07)

OR

Q - 5 Write Short Notes (Any 3)

(15)

1. Sales
2. Business
3. Dealer
4. Registration conditions for dealer
5. Purchase Price

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