

**CA Final**  
**INDIRECT TAXES**  
**Answer Sheet-MCQ**

Ques	Answer	Hints
1	(a)	<ul style="list-style-type: none"> <li>➤ Refer sec 2(6) &amp; note that all outward supplies are added &amp; inward supply taxable under RCM are not added.</li> <li>➤ High sea sale &amp; supply from China to UK are not treated as supply.</li> </ul>
2	(c)	Air conditioners are installed as per the terms of employment contract and not as gift & thus, gets covered under para 1 of Schedule III.
3	(c)	Refer Entry 4, 6, 5 & 8 of RCM
4	(c)	<ul style="list-style-type: none"> <li>➤ Refer para 3-schedule I, Agent not issuing own invoice, para 3 will not attract.</li> <li>➤ Hence VOS for principal would be the value of goods sent &amp; VOS for agent is the commission earned for providing agency service.</li> </ul>
5	(d)	Here, items are not naturally bundled so not a composite supply, items are priced separately in invoice and not as a single price- so not a mixed supply & hence, respective tax rates shall apply.
6	(a)	Refer point no.3 of Rule 7 (₹ 15,00,000*0.5% each = ₹ 7,500)
7	(c)	IGST on outward supply: ₹ 22,500, IGST on inward supply: ₹ 7,200, CGST & SGST on inward supply: ₹ 11,700, hence IGST ₹ 3,600
8	(b)	Refer Circular no 44/2018 – CT dt 02/05/2018 – Tenancy premium received by outgoing tenant is taxable.
9	(b)	Agg. T/o = ₹ 5 lakhs + ₹ 8 lakhs + ₹ 10 lakhs + ₹ 76 lakhs = ₹ 99 lakhs which is less than ₹ 1.5 Cr threshold as limit for Assam is ₹ 1.5 Cr
10	(a)	Refer para 4 of schedule I, pt viii of explanation to sec 15 & sec 2(49)
11	(d)	Refer Entry 3, 4 & 15 of RCM
12	(c)	Refer sec 2(6), Aggregate T/o= ₹ 5,00,000 + ₹ 2,00,000 + ₹ 1,20,000 + ₹ 50,000 + ₹ 6,00,000, Legal service will be excluded as inward supply taxable under RCM.
13	(d)	Refer circular no. 11/11/2017 dt. 20/10/2017- case 1
14	(c)	Refer para 3 & 4 & 2 & 1 of schedule I
15	(d)	Refer sec 2(74) & sec 8(b)] [ <b>Note</b> :- As per ICAI, In option a and c, tax rate for namkeen given 18% but, it should have been 12%, however there is no impact on correct Answer D.]
16	(d)	Refer para 5(e) of schedule II.
17	(b)	Refer Sec 10(1) & 10(2) conditions
18	(b)	Refer para 1, 3 and 6 of schedule III
19	(a)	Refer Entry 1 of RCM
20	(b)	Refer Rule 5 & Rule 62(1)(i)
21	(c)	Refer section 9(1) & 9(2) of CGST Act to know goods on which there is no levy of GST
22(1)	(a)	Refer circular no. 11/11/2017 dt. 20/10/2017- case 1
22(2)	(b)	Refer circular no. 11/11/2017 dt.20/10/2017- case 2
22(3)	(b)	Refer proviso of Para 2 of schedule I
22(4)	(c)	As there is single registration in Maharashtra, sec 25(4) as well as para 2 of schedule I are N.A. & the branches are not treated as distinct persons.