



UNIVERSITY OF THE PUNJAB

B.S. 4 Years Program / Fourth Semester – 2019

Paper: Sales Tax Custom and Federal Excise Duty

Course Code: COMM-208 / COM-22362 Part – I (Compulsory) Time: 15 Min. Marks: 10

Roll No. in Fig.

Roll No. in Words.

Signature of Supd

ATTEMPT THIS PAPER ON THIS QUESTION SHEET ONLY.

Division of marks is given in front of each question.

This Paper will be collected back after expiry of time limit mentioned above.

Q.1. Encircle the right answer cutting and overwriting is not allowed. (10x1=10)

- i. On 14th August 1947, the Pakistan Govt adopted the Custom Act:
 - a) Sea Customs Act 1878
 - b) Airships Customs Act 1911
 - c) Land Customs Act 1924
 - d) All of the above
- ii. List of Excisable goods and services specified in Federal Excise Act 2005 are available:
 - a) First schedule
 - b) Second schedule
 - c) Third schedule
 - d) Fourth schedule
- iii. Which one of the following persons has to file special return under the Sales Tax Act 990
 - a) Registered persons
 - b) Un-registered persons
 - c) Both (a) and (b)
 - d) De-registered person
- iv. If the Appellate Tribunal decision involves point of law, the matter may be referred to
 - a) FBR
 - b) Federal Govt
 - c) High Court
 - d) Supreme Court
- v. Monthly sales tax liability shall be paid on
 - a) 1st date of current month
 - b) 15th of following month
 - c) End of current month
 - d) End of following month
- vi. On 14th August 1947, Sales Tax was a provincial subject, levied in the
 - a) Province of Punjab and Sindh
 - b) Provincially Administrated Tribal Areas
 - c) Federally Administrated Tribal Areas
 - d) Both (a) and (b)
- vii. As provided in section 8B(1) of the Sales Tax Act 1990, a registered person is not allowed to adjust input tax in excess of
 - a) 60% of output tax
 - b) 70% of output tax
 - c) 80% of output tax
 - d) 90% of output tax
- viii. Retailer means a person supplying goods to general public on
 - a) Wholesale prices
 - b) Retail prices
 - c) Discount prices
 - d) All of the above
- ix. Input tax is in relation to a registered person means
 - a) Tax paid on supply of goods
 - b) Tax paid on imports of goods
 - c) Tax paid on exports of goods
 - d) None of the above
- x. Under the provisions of Sales Tax Act 1990. and Rules made there under, excess of input tax over output tax. for any period can be
 - a) Carried forward indefinitely
 - b) Cannot be carried forward
 - c) Carried forward to 6 months
 - d) Carried forward to 3 months



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Paper: Sales Tax Custom and Federal Excise Duty
Course Code: COMM-208 / COM-22362 Part – II

Time: 2 Hrs. 45 Min. Marks: 50

ATTEMPT THIS (SUBJECTIVE) ON THE SEPARATE ANSWER SHEET PROVIDED

Q # 2 Write short notes on the following:

(5x4=20)

- Define the term "Tax Invoice" under the Sales Tax Act 1990
- Explain the grounds under which "File a revised return" is required
- Briefly elaborate the feature of appeals to Commissioner (Appeals)
- Explain the penalties to the following offences "Failure to furnish a return" and "Failure to issue tax invoice".
- Briefly give the overview of structure of any one "Federal Excise Duty" or "Customs Duty" in Pakistan

Answer the following questions.

(2x15=30)

Q. No. 03

Nine Star Company is a distributor of certain chemicals. During the month of April 2019, its purchases and sales as per return are as under:

1. Taxable turnover to registered persons	Rs. 40,00,000
2. Taxable turnover to non-registered persons	280,000
3. Taxable turnover to registered retailers(Retail price)	300,000
4. Supplies of goods specified in 3 rd Schedule (Retail price Rs. 150,000)	100,000
5. Supplies to associated company located in Export processing zone	170,000
6. Supplies to government hospital (Consists of less than 50 beds)	375,000
7. Supplies to government hospital (Consists of more than 50 beds)	180,000
8. Supplies to private hospital	260,000
9. Taxable supplies at discounted price @ 10% (normal business practice) Due to relation- ship special discount allowed @ 15%	175,000
10. Taxable purchases from registered persons	500,000
11. Taxable purchases against commercial invoices	120,000
12. Taxable purchases against tax invoices	210,000
13. Purchase of pre-fabricated building	650,000
14. Imported taxed goods	380,000
15. General sales tax paid on electricity bill	60,000
16. Purchases from un-registered persons (used for making taxable supplies)	260,000
17. Purchases of office equipment	190,000
18. Replacement of defective parts free of cost under warranty	50,000
19. Purchase of immovable property	850,000
20. Purchase from register person (blacklisted during the period)	250,000
21. Purchase of raw material from cottage industry	100,000
22. Input Tax on lunch provided to the staff	75,000

Required. Calculate sales tax chargeable.

Q.No. 04

Explain the provision of Sales Tax Act 1990 regarding "Compulsory registration" and "De-registration".