

**H.P.BOARD OF DEPARTMENTAL EXAMINATION
DEPARTMENTAL EXAMINATION FOR EXCISE & TAXATION INSPECTORS
OF HIMACHAL PRADESH SESSION APRIL, 2010**

PAPER-4 (SALES TAX LAW AND PRACTICE)

Time Allowed: 3 Hours.

Maximum Marks: 100

Note:- 1. Attempt any five questions. All questions carry equal marks.

2. Relevant provision of Act and Rules must be quoted.

3. Only bare Acts are allowed inside examination hall.

Q.No.1 (i) What is TIN number? Elaborate. How TIN number will assist the trader as well as the department. Explain **(10 marks)**
(ii) Differentiate between TIN number and TINSYS. **(10 marks)**

Q.No.2 (i) Explain the elaborate the latest guidelines to conduct surveys. **(10 marks)**
(ii) Provide five major suggestions to improve upon the present system of survey. **(10 marks)**

Q.No.3 (i) Explain five major steps to be taken into consideration while evaluating stock through physical checking of a business premises. **(10 marks)**
(ii) Elaborate five major steps to minimize tax evasion. **(10 marks)**

Q.No.4 (i) Explain transit sale. Which type of declaration forms covers such transit sales? **(10 marks)**
(ii) Who can issue the retail invoice and what is the minimum quantum above which retail invoice has to be issued? **(10 marks)**

Q.No.5 (i) Why composition scheme has been incorporated under VAT? What are its advantages? **(10 marks)**
(ii) Explain the schedules covering nature and type of goods. Why schedules are required. **(10 marks)**

Q.No.6 (i) What is difference between exempted and zero rated sales? **(5 marks)**
(ii) What is the difference between tax invoice and retail invoice. **(5 marks)**
(iii) What is the distinction between consignment agent and C & F Agent? **(5 marks)**
(iv) What is the difference between goods rejected and goods returned? **(5 marks)**

- Q.No.7 (i) Is ITC admissible for Inter- State transactions- give examples. **(5 marks)**
(ii) Is an un- registered dealer entitled for ITC- elaborate? **(5 marks)**
(iii) Explain the difference between sales and work contract. **(5 marks)**
(iv) What is the distinction between stock transfer and interstate sales? **(5 marks)**

- Q.No.8 (i) Explain the procedure and the requirements to be followed while recommending registration of a dealer. **(10 marks)**
(ii) Explain the difference between surety and security? Why sureties are Obtained. **(10 marks)**
