

BCAF-03: Indirect Taxes

Objective

This course aims imparting basic knowledge about major indirect taxes.

Course Inputs

Unit I

Central Excise: Nature and Scope of Central Excise; General procedures of Central Excise; Clearance and excisable goods; concession to small scale industry under Central Excise Act; CENVAT.

Unit II

Customs: Role of Customs in international trade; Customs act 1962; Assessable Value; Baggage; Bill of Entry; Dutiable goods; Duty; Exporter; Foreign going Vessel; Import Manifest, Importer; Prohibited goods, Shipping bill, Bill of Lading; Export Manifest; Letter of Credit, Kinds of Duties – basic, auxiliary, Basic of Levy. Prohibition of export of goods. Import of goods, - Free import and restricted import. Type of import.

Unit III

Clearance procedure – For home consumption for warehousing, for re-export; import by post. Prohibited exports against licensing; type of exports, export of Cargo, export of baggage. Exports of Cargo by land, Sea and air routes.

Unit IV

Central Sales Tax:

Important terms and definitions Nature and scope of Central Sales Tax act; Provision relating to inter-state sales; Sales in side a state, Sales/purchase in the course of imports and exports out of India.

Unit V

Registration of dealers and procedure thereof; Rate of Tax; Exemption of subsequent Sales; determination of turnover. Principles for determining levy of Central Sales tax; Concept of Sale or purchase of goods in the course of central/State trading; Branch and Consignment transfer; determination of turnover; deduction from turnover.

Unit–V Process Costing

Meaning and application of process costing Recording of costs under process costing, normal and abnormal loss and abnormal gain, inter process profit. (Excluding joint and by products and equivalent production)

Suggested Reading:

1. Ahuja Girish and Gupta Ravi: Practical Approach to Income Tax, Wealth Tax and central Sales Tax (Problem and solutions with multiple choice questions); Bharat Law House Pvt. Ltd, New Delhi.
2. Central Excise Act.
3. Custom Act.
4. Central Sales Tax Act.