

(GI-1, GI-2, GI-3, GI-6, VI-1, SI-1, VDI-1)

DATE: 13.09.2021

MAXIMUM MARKS: 100

TIMING: 3¼ Hours

TAXATION

GENERAL INSTRUCTIONS TO CANDIDATES

1. The question paper comprises two parts, Part I and Part II.
2. Part I comprises Multiple Choice Questions (MCQs).
3. Part II comprises questions which require descriptive type answers.
4. Ensure that you receive the question paper relating to both the parts. If you have not received both, bring it to the notice of the invigilator.
5. Answers to Questions in Part I are to be marked on the OMR answer sheet only. Answers to questions in Part II are to be written on the descriptive type answer book. Answers to MCQs, if written in the descriptive type answer book, will not be evaluated.
6. OMR answer sheet will be in English only for all candidates, including for Hindi medium candidates.
7. The bar coded sticker provided in the attendance register, is to be affixed only on the descriptive type answer book. No bar code sticker is to be affixed on the OMR answer sheet.
8. You will be allowed to leave the examination hall only after the conclusion of the exam. If you have completed the paper before time, remain in your seat till the conclusion of the exam.
9. Duration of the examination is 3 hours. You will be required to submit (a) Part I of the question paper containing MCQs, (b) OMR answer sheet thereon and (c) the answer book in respect of descriptive type answer book to the invigilator before leaving the exam hall, after the conclusion of the exam.
10. The invigilator will give you acknowledgement on Page 2 of the admit card, upon receipt of the above-mentioned items.
11. Candidate found copying or receiving or giving any help or defying instructions of the invigilators will be expelled from the examination and will also be liable for further punitive action.

PART – II

1. Section-A comprises questions 1-4. In Section-A, answer Question No. 1 which is compulsory and any 2 questions from question No. 2-4. All questions in Section-A relate to assessment year 2019-20, unless otherwise stated.
Section-B comprises questions 5-8. In Section-B, answer Question No. 5 which is compulsory and any 2 questions from question No. 6-8.
2. Working notes should form part of the answer.
3. Answers to the questions are to be given only in English except in the case of candidates who have opted for Hindi Medium. If a candidate has not opted for Hindi Medium, his/her answers in Hindi will not be evaluated.
4. All questions in Section B should be answered on the basis of position of GST law as amended by significant notifications / circulars issued upto 30th April, 2019.

SECTION – A

PART – I – MULTIPLE CHOICE QUESTIONS

TOTAL MARKS: 30 MARKS

Write the most appropriate answer to each of the following multiple choice questions by choosing one of the four options given, All questions are compulsory.

CASE SCENARIO 1

Mr. Harshit, a resident Indian, is in retail business in Mumbai and his turnover for F.Y.2019-20 was Rs. 8 crores. He regularly purchases goods from another resident, Mr. Pranav, a wholesaler in Mumbai, and the aggregate payments made by Mr. Harshit to Mr. Pranav during the F.Y.2020-21 was Rs. 80 lakh (Rs. 20 lakh on 8.5.2020, Rs. 25 lakh on 27.8.2020, Rs. 20 lakh on 18.10.2020 and Rs. 15 lakh on 11.2.2021). Mr. Pranav's turnover for F.Y.2019-20 was Rs. 11 crores.

Mr. Pranav paid Rs. 5 lakhs on 1.9.2020 to M/s. Thomas Cook for a holiday package to Singapore for a week with his family, comprising of his wife and two children, being twins aged 22 years, in the last week of September. He also took an education loan of Rs. 15 lakhs on 1.2.2021 from State Bank of India, Madam Cama Road, Mumbai, for his son's two-year Master of Public Administration program in Columbia University, USA and remitted the said amount through the same bank, which is an authorised dealer, under the Liberalised Remittance Scheme of RBI (LRS). For his daughter's MBA in Iowa State University, USA, he remitted Rs. 12 lakhs on 15.2.2021, out of his personal savings, through Bank of India, Bandra branch, Mumbai which is also an authorised dealer, under LRS. Mr. Pranav also remitted Rs. 6 lakh on 28.3.2021, out of his personal savings, under LRS through Bank of India, Bandra branch, as gift to his sister residing in London, on the occasion of her 50th birthday.

On the basis of the facts given above, choose the most appropriate answer to Q.1 to Q.5 below -

1. Are provisions of TDS/TCS under the Income-tax Act, 1961 attracted in respect of purchase/sale transaction between Mr. Harshit and Mr. Pranav? If so, what is the quantum of tax to be deducted/collected for the P.Y.2020-21?
 - (a) No; TDS/TCS provisions are not attracted for F.Y.2020-21, since the turnover of Mr. Harshit in the immediately preceding financial year i.e., F.Y.2019-20 does not exceed Rs. 10 crores.
 - (b) Yes, Mr. Harshit has to deduct tax@0.075% of Rs. 30 lakhs (Rs. 15 lakhs on 18.10.2020 and Rs. 15 lakhs on 11.2.2021)
 - (c) Yes, Mr. Pranav has to collect tax@0.075% of Rs. 30 lakhs (Rs. 15 lakhs on 18.10.2020 and Rs. 15 lakhs on 11.2.2021)
 - (d) Yes, Mr. Pranav has to collect tax@0.1% of Rs. 30 lakhs (Rs. 15 lakhs on 18.10.2020 and Rs. 15 lakhs on 11.2.2021)

(2 Marks)

2. In case of failure to furnish PAN by the deductee/collectee as required based on the answer to Q.1 above, what would be the applicable rate of TDS/TCS?
 - (a) Not applicable, since there is no requirement to deduct or collect tax
 - (b) 20%
 - (c) 5%
 - (d) 1%

(2 Marks)

MITTAL COMMERCE CLASSES CA INTERMEDIATE – MOCK TEST

3. Is Thomas Cook required to collect tax at source on receipt of Rs. 5 lakh from Mr. Pranav for holiday package to Singapore? If so, what is the amount of tax to be collected?
- (a) TCS provisions are not attracted in respect of this transaction
 (b) Yes; Rs. 25,000
 (c) Yes; Rs. 2,500
 (d) No tax is required to be collected at source, since the receipt does not exceed Rs. 7 lakh
- (2 Marks)**
4. What is the amount of tax to be collected from Mr. Pranav in respect of the remittance of amounts overseas for his son’s and daughter’s education?
- (a) TCS@0.5% of Rs. 8 lakhs and Rs. 5 lakhs are attracted in respect of remittance for son’s and daughter’s education, respectively.
 (b) TCS@5% of Rs. 8 lakhs and Rs. 5 lakhs are attracted in respect of remittance for son’s and daughter’s education, respectively
 (c) TCS@0.5% of Rs. 8 lakhs and TCS@5% of Rs. 5 lakhs are attracted in respect of remittance for son’s and daughter’s education, respectively.
 (d) TCS@5% of Rs. 8 lakhs is attracted in respect of remittance for son’s education; No TCS is attracted in respect of remittance for daughter’s education.
- (2 Marks)**
5. Are TCS provisions attracted in respect of remittance of gift to sister? If so, what is the amount of tax to be collected from Mr. Pranav?
- (a) No, since the remittance is out of personal savings for a personal purpose
 (b) No, since the amount remitted to his sister is less than Rs. 7 lakhs
 (c) No, due to reasons stated in (a) and (b) above
 (d) Yes, Rs. 30,000.
- (2 Marks)**

CASE SCENARIO 2

On the basis of the facts given above, choose the most appropriate answer to Q.6 to Q.9 below -

X Ltd. has two units, Unit A and Unit B engaged in setting up and operating a warehousing facility for storage of sugar and edible oil, respectively, since the year 2015. Y Ltd., an Indian company, takes over Unit B of X Ltd. by way of slump sale for Rs. 415 lakhs on 25.07.2020. The expenses incurred for this transfer were Rs. 10.5 lakhs. The following is the extract of the Balance Sheet of X Ltd. as on 25.7.2020:

(Rs. in lakhs)

Liabilities	Total	Assets	Unit A	Unit B	Total
Paid-up equity share capital	550	Fixed assets	160	280	440
General Reserve	180	Debtors	250	175	425
Revaluation Reserve	110	Inventories	270	100	370
Bank Loan	115				
Trade creditors (45% for unit B)	280				
	1235				1235

Other information:

- (i) Unit A had transferred a plant and machinery on 02.05.2020 to Unit B acquired for Rs. 30 lakhs on 31.10.2017.

- (ii) Revaluation reserve is created solely by revising upward the value of the fixed assets of Unit B.
- (iii) In fixed assets of Unit B, value of land is included at revalued figure of Rs. 160 lakhs which was purchased at Rs. 50 lakhs in the year 2014 and value of plant and machinery acquired, as above, from Unit A, is included at Rs. 30 lakhs.
- (iv) No individual value of any asset is considered in the transfer deed.
- (v) Bank loan is in nature of specific borrowings -70% attributable to Unit B and 30% attributable to Unit A.
- (vi) X Ltd. does not have any associated enterprise or deemed associated enterprise.

Based on the facts given in the above case scenario, choose the most appropriate answer to following questions:

6. What would be the amount taxable on transfer of plant and machinery from Unit A to Unit B, assuming there is no slump sale of unit B?
- (a) Rs. 18,42,375
 - (b) Rs. 20,04,937
 - (c) Rs. 30,00,000
 - (d) Nil

(2 Marks)

7. What shall be the cost of acquisition for the purpose of computing capital gains in respect of the slump sale?
- (a) Rs. 2,18,50,000
 - (b) Rs. 2,38,50,000
 - (c) Rs. 2,28,54,937
 - (d) Rs. 2,08,54,937

(2 Marks)

8. What would be amount of capital gain arising on slump sale in the hands of X Ltd.
- (a) Rs. 1,75,95,063
 - (b) Rs. 1,61,59,957
 - (c) Rs. 1,09,89,880
 - (d) Rs. 4,42,83,250

(2 Marks)

9. What is the due date upto which X Ltd. is required to furnish a report from Chartered Accountant?
- (a) 31.10.2021
 - (b) 30.11.2021
 - (c) 31.03.2021
 - (d) 30.09.2021

(2 Marks)

10. Within how many days an application for revocation of cancellation of registration can be made?
- (a) Within 7 days from the date of service of the cancellation order
 - (b) Within 15 days from the date of issue of the cancellation order
 - (c) Within 45 days from the date of issue of the cancellation order
 - (d) Within 30 days from the date of service of the cancellation order

(1 Mark)

MITTAL COMMERCE CLASSES CA INTERMEDIATE – MOCK TEST

11. The registration certificate granted to Non resident taxable person is valid for _____ days from the effective date of registration.
(a) 30
(b) 60
(c) 90
(d) 120 **(1 Mark)**
12. The Aggregate turnover of ABC Industries of Delhi engaged in taxable supply of goods has exceeded Rs. 40 lakh on 1st September. It submits the application on 20th September. Registration certificate is granted to it on 25th September, effective date of registration shall be-
(a) 20th September
(b) 30th September
(c) 01st September
(d) 25th September **(1 Mark)**
13. Mr. X, a registered supplier of Meghalaya wants to opt for composition levy. The turnover limit for supply of goods under composition levy is-
(a) Rs. 50 lakh
(b) Rs. 75 lakh
(c) Rs. 100 lakh
(d) Rs. 150 lakh **(1 Mark)**
14. Mr. X, a trader in Delhi has opted for composition scheme of taxation under GST. Determine the rate of total GST payable by him under composition scheme:
(a) 0.5% CGST & 0.5% SGST
(b) 2.5% CGST & 2.5% SGST
(c) 5% IGST
(d) 5% SGST **(1 Mark)**
15. A person opting for composition scheme can file annual return in
(a) GSTR-1
(b) GSTR-2
(c) GSTR-3
(d) GSTR-4 **(1 Mark)**
16. The due date of filing Final Return is _____?
(a) 20th of the next month
(b) 18th of the month succeeding the quarter
(c) Within three months of the date of cancellation or date of order of cancellation, whichever is later
(d) 31st December of next financial year **(1 Mark)**
17. Which of the following items are debited to electronic credit ledger?
(a) Output tax
(b) Interest
(c) Penalty
(d) All of the above **(1 Mark)**

18. CPIN Stands for
(a) Common portal identification number
(b) Common portal identity number
(c) Challan portal identification number
(d) Challan passbook identification number
(1 Mark)
19. Where the goods being sent or taken on approval for sale or return are removed before the supply takes place, the invoice shall be issued:
(a) before/at the time of supply
(b) 6 months from the date of removal
(c) Earlier of (a) or (b)
(d) None of the above
(1 Mark)
20. Which of the following statement is correct.
(a) In case of continuous supply of goods, where the due date of payment is ascertainable from the contract, the invoice shall be issued on or before the due date of payment
(b) In case of continuous supply of goods, where the due date of payment is ascertainable from the contract, the invoice shall be issued after the due date of payment
(c) In case of continuous supply of goods, where the due date of payment is ascertainable from the contract, the invoice shall be issued before the due date of payment
(d) none of these
(1 Mark)
21. Mr. X let out one residential building in Delhi for Rs. 50,00,000 to Mr. B, in this case GST Payable shall be if rate of GST is 18%
(a) Nil
(b) CGST – Rs. 4,50,000 & SGST – Rs. 4,50,000
(c) CGST – Rs. 9,00,000
(d) SGST – Rs. 9,00,000
(1 Mark)

SECTION – A

PART – II - DESCRIPTIVE QUESTIONS

QUESTIONS NO. 1 IS COMPULSORY

ATTEMPT ANY TWO QUESTIONS THE REMAINING THREE QUESTIONS

TOTAL MARKS: 42 MARKS

Question 1:

Mr. X purchased 100 equity shares in ABC Ltd. on 01.10.1995 @ Rs. 10 per share. The company has issued 100 bonus shares on 01.10.1998 and market value of the shares on 01.04.2001 was Rs. 7 per share. The company has again issued 100 bonus shares on 01.10.2013.

The company has offered 100 right shares on 01.04.2020 @ Rs. 140 per share though the market value is Rs. 250 per share. Mr. X purchased half of the shares and remaining half were renounced by him in favour of his friend Mr. Y. He has charged Rs. 20 per share from Mr. Y for renouncing the right.

All the shares were sold by Mr. X and Mr. Y @ Rs. 300 per share on 01.01.2021 and securities transaction tax has been paid. (market value on 31-01-2018 is Rs. 200 per share)

Mr. X has income under the head house property Rs. 2,20,000 and has causal income Rs. 50,000 and has invested Rs. 1,00,000 in NSC.

Mr. Y has income under the head house property Rs. 3,50,000 and has invested Rs. 30,000 in NSC. Compute tax liability of Mr. X and Mr. Y.

(b) Presume in the above STT is not Paid.

(14 Marks)

Question 2:

(a) Mrs. X submitted the following profit & loss account for the Assessment Year 2021-22.

Particulars (Debits)	Amount Rs.	Particulars (Credits)	Amount Rs.
Salary (including proprietor's salary of Rs. 15,000)	46,000	Gross Profit	1,22,000
General Expenses	6,000	Bad debts recovered (not allowed earlier due to lack of evidence)	2,000
Advertisements	39,000	Interest on company deposit	5,000
Interest on proprietor's capital	2,000	Long term capital gains	5,00,000
Provision for bad debts	2,000		
Depreciation	4,000		
Reserve for GST	10,000		
Advance income tax	9,500		
Donation to scientific research institution	1,000		
Motor car expenses	1,000		
Stationery	1,900		
Net Profit	5,06,600		
	6,29,000		6,29,000

Other information:

1. General expenses include Rs. 300 given to a poor student to enable him to pursue his studies.
2. Motor car expenses include Rs. 300 for personal purposes.
3. Scientific institution is an approved institution.

Compute her Tax Liability and Tax Payable for the Assessment Year 2021-22.

(8 Marks)

(b) Mr. Rajmohan whose gross total income was Rs. 6,40,000 for the financial year 2020-21, furnishes you the following information:

- (i) Stamp duty paid on acquisition of residential house (self-occupied) - Rs. 50,000.
- (ii) Five year post office time deposit - Rs. 20,000.
- (iii) Donation to a recognized charitable trust Rs. 25,000 which is eligible for deduction under section 80G at the applicable rate.
- (iv) Interest on loan taken for higher education of spouse paid during the year - Rs. 10,000.

Compute the total income of Mr. Rajmohan for the Assessment year 2021-22.

(6 Marks)

Question 3:

- (a) Mr. X, an employee of a PSU, furnishes the following particulars for the previous year ending 31.03.2021

		Rs.
(i)	Salary for the year	10,00,000
(ii)	Arrear of Salary for previous year 2019-20 received during the year	2,00,000
(iii)	Salary for the previous year 2019-20	8,00,000

You are requested by the assessee to compute relief under section 89 of the Income-tax Act, 1961 in terms of tax payable for assessment year 2021-22:

The rates of income tax for the previous year 2019-20 are

	Tax rate (%)
On first Rs. 2,50,000	Nil
On Rs. 2,50,000- Rs. 5,00,000	5
On Rs. 5,00,000 - Rs. 10,00,000	20
Above Rs. 10,00,000	30
Health & Education cess @ 4%	

Standard deduction u/s 16(ia) was Rs. 50,000 in year 2019-20.

(7 Marks)

- (b) Mr. X, a foreign citizen (not being a person of Indian origin) came to India for the first time on 2nd December, 2020 for a visit of 210 days. Mr. X had the following income during the previous year ended 31st March, 2021:

	Rs.
(1) Salary (computed) received in India for three months	1,00,000
(2) Income from house property in London (received there)	2,75,200
(3) Amount brought into India out of the past-untaxed profits earned in Germany	80,000
(4) Income from agriculture in Sri Lanka, received and invested there	12,300
(5) Income from business in Nepal, being controlled from India	35,000
(6) Income from house property in USA received in USA (Rs. 76,000 is used in Canada for meeting the educational expenses of Mr. X's daughter and Rs. 10,000 is later on remitted in India)	86,000

You are required to compute his total income for the assessment year 2021-22.

(4 Marks)

- (c) Mr. X has Loss under the head House Property Rs. 13,00,000 and income under the head Salary Rs. 8,00,000 and income under the head Business/Profession Rs. 6,00,000 and LTCG Rs. 20,00,000 and Casual income Rs. 5,00,000. Compute his total income for A.Y. 2021-22.

(3 Marks)

Question 4:

- (a) Mr. E has furnished his details for the A.Y. 2021-22 as under:

Particulars	Rs.
Income under the head salary	1,50,000
Income from speculation business	60,000
Loss from non-speculation business	(40,000)
Short term capital gain	80,000
Long term capital loss of A.Y.2019-20	(30,000)
Winning from lotteries	20,000

What is the taxable income of Mr. E for the A.Y. 2021-22?

(5 Marks)

(b) Write a note on Return of Loss Section 139(3).

(4 Marks)

(c) Discuss the taxability or otherwise of the following in the hands of the recipient under section 56(2)(x) the Income-tax Act, 1961 -

- (i) X HUF received Rs. 75,000 in cash from niece of Mr. X (i.e., daughter of Mr. X's sister). Mr. X is the Karta of the HUF.
- (ii) Miss. X, a member of her father's HUF, transferred a house property to the HUF without consideration. The stamp duty value of the house property is Rs. 9,00,000.
- (iii) Mr. X received 100 shares of A Ltd. from his friend as a gift on occasion of his 25th marriage anniversary. The fair market value on that date was Rs. 100 per share. He also received jewellery worth Rs. 45,000 (FMV) from his nephew on the same day.
- (iv) X HUF gifted a car to son of Karta for achieving good marks in XII board examination. The fair market value of the car is Rs. 5,25,000.

(5 Marks)

SECTION – B - DESCRIPTIVE QUESTIONS

QUESTION NO. 5 IS COMPULSORY

ATTEMPT ANY TWO QUESTIONS OUT OF REMAINING THREE QUESTIONS.

TOTAL MARKS: 28 MARKS

Question 5:

ABC Limited is a manufacturing concern and the company has submitted the particulars as given below:-

Purchased raw material, R1: Rs. 2,00,000 plus CGST @10% and SGST @10%

Purchased raw material, R2: Rs. 3,00,000 plus IGST @ 20%

The company purchased plant and machinery for Rs. 10 Lakhs and paid IGST @10%.

Life of the plant and machinery is 5 years and depreciation is allowed @ 20% on SLM.

The company has taken certain services in connection with manufacturing of goods and has paid Rs. 3,00,000 plus CGST @ 9% and SGST @ 9%

Other processing expenditure incurred by the company is Rs. 5,00,000 and profit is Rs. 3,00,000.

Final product was sold by the company and output CGST @10% and SGST @10% .

Company is registered under GST and Compute Output tax / Net tax .

(8 Marks)

Question 6:

(a) Worldwide Pvt. Ltd (a registered Taxable Person) having the Gross receipt of Rs. 50 Lakhs in the previous financial year provides the following information relating to their services for the month of July, 2020

	Particulars	Amount in (Rs.)
(1)	Running a boarding school (upto higher secondary)	2,40,000
(2)	Fees from prospective employer for campus interview	1,70,000
(3)	Education Services for obtaining the qualification recognised by law of foreign country	3,10,000

(4)	Renting of Furnished Flats for Temporary Stay to different persons (Rent per day is less than 1000 per person).	1,20,000
(5)	Conducting Modular Employable Skill Course. Approved by National Council of Vocational Training	1,40,000
(6)	Conducting Private Tutions	3,00,000

Compute the value of Taxable Supply and the amount of GST Payable. The above receipts doesn't include the GST Amount. Rate of GST is 18%

(6 Marks)

(b) Examine, with reason, whether registration is required under CGST Act, 2017 in the following independent cases:

- (i) Aadhav Computers of Gujarat is providing Computer Maintenance Service. Aggregate Turnover of Aadhav Computers is ₹ 15 Lakhs which comprises both inter-state and intra-state supply.
- (ii) Soft wings of west Bengal, exclusively trading in garments. Supplies its taxable goods to various states in India. Aggregate Turnover of Wild Wings is ₹ 35 Lakhs.

(4 Marks)

Question 7:

(a) XYZ Ltd., is engaged in manufacture of taxable goods. Compute the ITC available with XYZ Ltd. for the month of October, 2020 from the following particulars:-

S. No.	Inward supplies	GST (Rs.)	Remarks
(i)	Inputs 'A'	1,00,000	One invoice on which GST payable was Rs. 10,000, is missing
(ii)	Inputs 'B'	50,000	Inputs are to be received in two instalments. First instalment has been received in October, 2020.
(iii)	Capital goods	1,20,000	XYZ Ltd. has capitalised the capital goods at full invoice value inclusive of GST as it will avail depreciation on the full invoice value.
(iv)	Input services	2,25,000	One invoice dated 20.01.2020 on which GST payable was Rs. 50,000 has been received in October, 2020.

Note:

- (i) All the conditions necessary for availing the ITC have been fulfilled.
- (ii) ABC Co. Ltd. is not eligible for any threshold exemption.
- (iii) The annual return for the financial year 2019-20 was filed on 15th September, 2020.

(6 Marks)

(b) Black and White Pvt. Ltd. has provided the following particulars relating to goods sold by it to Colourful Pvt. Ltd.

Particulars	Rs.
List price of the goods (exclusive of taxes and discounts)	50,000
Tax levied by Municipal Authority on the sale of such goods	5,000
Packing charges (not included in price above)	1,000

Black and White Pvt. Ltd. received Rs. 2000 as a subsidy from a NGO on sale of such goods. The price of Rs. 50,000 of the goods is after considering such subsidy. Black

and White Ltd. offers 2% discount on the list price of the goods which is recorded in the invoice for the goods.

Determine the value of taxable supply made by Black and White Pvt. Ltd. and also amount of GST payable if Rate of CGST @ 10% and SGST @ 10%.

(4 Marks)

Question 8:

(a) Mr. X is a supplier of services registered in GST and has submitted the information as given below:

1. Rendered services on 01.05.2020 and issued bill on 10.06.2020 for Rs. 6 lakhs and payment was received on 10.12.2020
2. Rendered services on 07.06.2020 and issued bill on 30.06.2020 for Rs. 15 lakhs and payment was received on 07.03.2021
3. Rendered services on 12.07.2020 and issued bill on 31.08.2020 for Rs. 30 lakhs and payment was received on 07.01.2021.
4. Rendered services on 22.11.2020 and issued bill on 28.12.2020 for Rs. 60 lakhs and payment was received on 18.11.2020.

All the above amounts are exclusive of GST and Rate of CGST is 9% and SGST is 9%. Compute the GST Payable for each month and also last date upto which GST should be paid.

(6 Mark)

(b) M/s Cavenon Enterprises, a registered supplier of designer wedding dresses under regular scheme, has aggregate annual turnover of Rs. 30 lakh in the preceding financial year. It is of the view that in the current financial year, it is permitted to file its monthly statement of outward supplies – GSTR-1 - on a quarterly basis while its accountant advises it to file the same on a monthly basis. You are required to advise M/s Cavenon Enterprises on the same.

During a given tax period in the current financial year, owing to an off-season, M/s Cavenon Enterprises has not made any taxable supply. Therefore, M/s Cavenon Enterprises opines that no return under GST is required to be filed for the said period. You are required to examine the technical veracity of the opinion of M/s Cavenon Enterprises.

(4 Marks)

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