R. No. ....

Department of Management

Semester End Examination

MBA-4th Semester [2018-2019]

Course Name: Business Taxation & International Corporate Taxation **Max Marks: 75**

Course Code: MBA-GE-FM-10 **Time: 03:00 Hr**

Instructions:

1. *Attempt only five questions.*
2. *Students are allowed to use calculator.*

Q1: (a) Write about the term 'PERSON' under section 2(31) of the Income Tax Act 1961. [05]

(b) What is the difference between Financial Year and Assessment Year? [05]

(c) A citizen of china has been staying in India since 1991. He leave India on 16.07.2017 and visit to china and return on 04.01.2018. Determine his residential status for the previous year 2017-2018. [05]

Q2: (a) What is the income tax slab of Co-operative society for the Assessment Year 2018-2019? [05]

(b) The total income of Mr. Ravi (Age 56 year) for the assessment year 2018-19 is Rs. 1,01,50,000. Compute the tax payable By Mr. Ravi. [05]

(c) Explain the concept of Rebate u/s 87A with example.[05]

Q3: (a) Compute the total income and income tax payable from the following information for the assessment year 2018-19 of Mr. Sharma (Age: 61 Year) [05]

- Agriculture Income u/s 10(1) Rs. 2,00,000
- Travel assistance received by an individual from his employer u/s 10(5) Rs. 50,000
- Leave encashment u/s 10(10AA) Rs. 10,00,000.
- Amount received on maturity of Birla Sun-life insurance policy u/s 10(10D) Rs. 5,00,000
- Pension received Rs. 46,000 per month.
- Interest on Fix Deposit in Bank on principle amount Rs. 5,00,000 @ 6% p.a.

(b) Explain the treatment of house rent allowances in Delhi with example. [05]

(c) Mr. X received personal assistance allowance Rs. 2,000 per month. He engaged the personal assistant for official work and paid him salary of Rs. 15,00 per month for Nine months. Personal assistant spends 60% of his time for official work of Mr. X and rest on his home. Compute how much of the allowances are taxable. [05]

Q4: (a) Ms. Noori (Age: 48 Year) Join service in the grade of 1300--400--14,200—500--19800 on 01.06.2008. Compute her basic salary and income tax payable for the assessment year 2018-19. [05]

(b) Mr. Hariom an employee of the central government get Rs. 30,000 per month as basic salary and it is also entitled to Rs. 1500 per month as entertainment allowances. Compute the deduction under section 16(ii) from gross salary in respect of entertainment allowances. [05]

(c) What are the various cases where income of previous year is assessed in the same year? [05]

Q5: (a) Explain the role of Actual Rent; Municipal Value; Fair Rent and standard Rent in the calculation of Income from house property. [05]

(b) Mr.Kamal (Age: 82 year) owns a house property in Delhi. Compute the income from house property and income tax payable by him for the assessment year 2018-19 on the basis of following information. [10]

- Municipal value Rs. 2,00,000
- Fair Rent Rs. 2,52,000
- Standard Rent Rs. 2,40,000
- Actual Rent Rs. 23,000 per month
- Municipal taxes 20% of the Municipal Value
- Municipal tax paid during the year 50%
- House Insurance premium Rs. 5,000p.a
- He had borrowed a sum of Rs. 10,00,000 @10% p.a for the construction of same house.
- Pension received Rs. 76,000 per month
- Tax-saving FD of Rs. 1,40,000
- Life insurance policy Rs. 1,00,000
- Car loan of Rs. 6,00,00 @ 9% p.a (on the basis of his daughter guarantee)

Q6: (a) Prepare the format of the computation of income under the head 'Profit and Gains of Business Profession'. [05]

(b)The written down value of a book of assets as on 01.04.2017 was Rs. 8,00,000. An assets of the same book was acquired during the year for Rs. 3,00,000. Therefore, all the assets of the block are sold for Rs. 12,00,000. Compute the depreciation for the assessment year 2018-19 and also indicate if there is any short-term capital gain or loss. [05]

(c) List the various items which are included under the category of Capital Assets. [05]

Q7: (a) Write any ten incomes which come under the head 'Income from other sources. [10]

(b) Mr. X acquired a land in 1977-1978 for Rs. 2,00,000 and gifted it to his major son Mr. Y on 01.06.1980. When the market value of the land was Rs. 2,50,000. The fair market value of land as on 01.04.1981 was Rs. 3,00,000. Mr. Y sold land on 15.09.2017 for Rs. 40,00,000. Compute the capital gain for assessment year 2018-2019, assuming the expenses on transfer were Rs. 1,00,000. [Given:- Index cost of Inflation for FY: 1981-1982: 100; FY: 2017-2018: 1125] [05]

Q8: (a) Briefly explain the historical prospective of GST. [05]

(b) What is the process to generate GST liability on the payment of invoice? Explain with example. [05]

(c) What are the various taxes subsumed and not subsumed in to GST? [05]