



DF-2689

Second Year B. Com. (Honours) (Sem. III) Examination

March / April - 2016

CC-305 (B) : Income Tax - III

Time : Hours]

[Total Marks : 50

Instructions :

(1)

नीचे दशांशवले निशानीवाणी विगतो उत्तरवली पर अवश्य कपवी. Fillup strictly the details of signs on your answer book.	Seat No. :
Name of the Examination :	<input type="text"/>
<input type="text" value="Second Year B. Com. (Honours) (Sem. III)"/>	<input type="text"/>
Name of the Subject :	<input type="text"/>
<input type="text" value="CC-305 (B) : Income Tax - III"/>	<input type="text"/>
Subject Code No. : <input type="text" value="2"/> <input type="text" value="6"/> <input type="text" value="8"/> <input type="text" value="9"/>	<input type="text" value="Student's Signature"/>
Section No. (1, 2,.....) : <input type="text" value="Nil"/>	

- (2) All questions are compulsory.
(3) Figures to the right indicate full marks of a question.
(4) Precise and to the point answers are expected.

- 1 Answer in short : 10
- (i) Mr. Kishan retired from JKL Ltd. on 31.3.14. 4
On 1.4.14 he joined in SKL Ltd. of Surat. He received gratuity during the service period in JKL Ltd. before 31.3.14. On 1.8.14 he received Rs. 1,18,800 as commuted pension from JKL Ltd., which was as 60%. Rs. 2,700 as monthly pension fixed from JKL Ltd. at the time of retirement. You have to find out only for the A.Y. 2015-16 :
- (a) Taxable amount of commuted pension
(b) Taxable amount of uncommuted (monthly) pension.
- (ii) Short note : Interest on borrowed capital. 3
- (iii) The following are the incomes of Mr. Alok for the 3
P.Y. 2014-15 :
- (a) A business income earned in India Rs. 12,00,000

- (b) Business income earned in USA Rs. 50,000. The Head Office of such business is situated in Chennai.
- (c) Income earned and received abroad Rs. 1,90,000 of which he has brought Rs. 90,000 in India.
- (d) Incomes earned abroad in earlier previous years but brought in India during the previous year 2014-15 Rs. 90,000.

Calculate his total income if he was Resident but; not Ordinary Resident in India.

- 2 On 1.6.10 Mr. Dev joined in Paro Ltd. of Mumbai in the grade of 38,000 – 1,000 – 42,000 – 1,500 – 48,000 – 2,000 – 66,000 with two increments. 14

He received dearness allowance as 20% of basic pay. 50% of dearness allowance is considered for the calculation of provident fund.

On 1.6.13 the company gave him three more increments in addition to his regular increment.

- (1) The company's contribution in recognised provident fund is 14%.
- (2) 55,000 as interest credited in recognised P.F. according to 11%.
- (3) A motor car of Rs. 3,00,000 price and having 1,400 cubic capacity (small) with driver provided by the company. The car is being used for personal purposes only. For such perquisite Rs. 90 per month deducted from his salary; by the company. The company paid salary of driver Rs. 4,000 per month.
- (4) The company paid Rs. 700 per month as medical allowance and Rs. 800 per month as education allowance. His one child is studying.
- (5) To stay in Mumbai; a flat is given by the company. The company paid Rs. 9,000 per month as rent of such flat.
- (6) His land line telephone bills Rs. 17,860 and mobile phone bill Rs. 18,980 paid by the company.

- (7) The company also paid Rs. 39,048 as his club fee.
- (8) Dev has purchased his personal wrist watch of Rs. 74,000 by credit card; which was paid up by the company. In addition the company also paid up annual fee Rs. 1,081 of credit-card. Find out gross income of salary for the A.Y. 2015-16.

- 3 Keshav is the owner of four houses. From the following details find out taxable income from house property for the A.Y. 2015-16 : 14

<i>Particulars</i>	<i>House I</i>	<i>House II</i>	<i>House III</i>
Municipal Value	1,80,000	1,82,400	1,88,400
Fair Value	1,78,800	1,84,800	1,87,800
Standard rent	1,80,600	1,85,100	1,83,600
Rent receivable	2,36,160	2,36,880	2,37,360
Unrealized rent	4,225	4,060	3,905
Vacant period	1/2 month	1 month	1/2 month
Local taxes :	4%	5%	6%
From which paid by tenant	4,200	5,120	6,304
and the remaining paid by owner	(?)	(?)	(?)
For the facility of tenant paid by owner	2,760	3,360	3,720

Additional Information :

- (1) For the construction of house No. 1; a loan of Rs. 3,00,000 was taken at the rate of 12% on 1.2.2006. Construction finished on 30.6.2008. Such loan paid up on 31.3.15.
- (2) For the construction of house No. II; on 1.1.10 a loan of Rs. 1,60,000 was taken at the rate of 12%. Construction finished on 31-7-11. Such loan paid up on 31-5-14.

- (3) To purchase house No. III; on 1-2-01 a loan of Rs. 4,00,000 was taken at the rate of 15%. Such loan paid up on 31-12-14.
- (4) For the construction of house No IV; on 1.9.11 a loan of Rs. 25,00,000 was taken at the rate of 10%. Construction finished on 31.10.12. Such loan paid up on 31.3.15.
- (5) House No. IV is for self-occupied.

5 Short notes : (any three)

12

- (1) Agricultural income
 - (2) Difference of Tax Planning and Tax Avoidance
 - (3) Central Board of Direct Taxes
 - (4) Appeal to Supreme Court
 - (5) Non-Resident.
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