

SEAT No. _____

SARDAR PATEL UNIVERSITY

No. of Printed Pages : 2

[12]

B.B.A. (ITM) (SEMESTER: V) EXAMINATION

2018

Tuesday, 23rd October

10:00 A.M. To 12:00 P.M.

UM05CBB104: BUSINESS TAXATION-I

Total Marks: 60

- Note: 1. Figure to the right indicate full marks of question.
2. All questions carry equal marks.
3. Working notes are the part of answer.

Q-1 Discuss the following in details: 1. Previous Year 2. Assessee 3. Person [15]

OR

Q-1 (A) Discuss the Residential status of an individual in detail. [10]
(B) List out ten exempted income for an individual. [05]

Q-2 Write note on: 1. PAN (Permanent Account Number) 2. Self Assessment 3. Best Judgment Assessment [15]

OR

Q-2 (A) Explain the Provision of Tax Deducted at Source (TDS). [10]
(B) Write note on: Advance Payment of Tax [05]

Q-3 On 1-10-2013, Shri Ram joined reliance ltd. as a manager, in the grade of Rs 12500-500-14000-1000-25000. from the following information of P.Y 2017-18. calculate the taxable salary of A.Y. 2018-19 [15]

- 1) D.A is 40% of basic salary (50% DA is added for retirement benefits).
- 2) Entertainment allowance Rs.800 per month.
- 3) Children education allowances to his two children Rs.1200 per month per child.
- 4) Company has paid amount of Rs.18000 for gas, electricity and water 2/3 is for personal use.
- 5) He was provided a residential house in Surat (population is above 10 lakhs but below 25 lakhs) house municipal tax is Rs.40, 000 and also provided furniture costing Rs.2, 00,800.
- 6) Company has paid salary to watchman and gardener Rs.1200 and Rs 2200 per month respectively.
- 7) Employee's contribution to recognized provident fund is 15% of basic salary + 50% of D.A.
- 8) Company has paid bill of hotel club on behalf of him Rs.20,000.
- 9) Company has paid compensation for injury during office working hours Rs.5, 000.
- 10) Professional tax deducted from his salary of Rs 2,400 annually.

OR

Q-3 Miss Hiral Patel is employed with Atlantis Company Limited at Anand. She [15] furnishes following details compute her taxable income from salary for the AY 2018-19.

1. Basic Salary Rs.20,000 pm.

(1)

(P.T.O.)

2. DA is 25% of basic salary.
3. House Rent Allowance received Rs. 2,000 per month (She has paid Rs. 2500 house rent in Anand).
4. Transportation Allowance is Rs. 1,000 per month.
5. Medical Allowance is Rs. 200 per month
6. Employer has contributed toward her RPF Rs. 33,600.
7. Interest credited to her RPF account at 11% is Rs.22,000.
8. Bonus received Rs. 28,000.
9. Telephone facility given to employee and bill is Rs. 10,000.
10. Meal During the office hours Rs. 70 per day and this facility is given for 150 days.
11. She has also received entertainment allowance of Rs. 500 pm and has paid professional tax Rs. 2,400 during the year.

Q-4

Mr. Aarav has four houses in Baroda. Calculate his taxable income under the head of 'Income from House Property' for the A.Y. 2018-19 using following information: [15]

Particulars	House-1 (Rs.)	House-2 (Rs.)	House-3 (Rs.)	House-4 (Rs.)
Rent as per Municipal valuation	40,000	1,00,000	60,000	80,000
Annual fair rent	50,000	75,000	50,000	70,000
Standard rent	45,000	1,12,500	62,000	-
Municipal tax (Paid)	2,000	10%	10%	5,000
Expenses for tenant's amenities	9,600	12,000	-	-
Repairing expenses	5,000	10,000	15,000	10,000
Interest on loan for construction	6,000	25,000	10,000	30,000
Total interest during construction period	10,000	20,000	-	40,000
Vacancy period	-	2 months	-	-
Date of completion of construction	2015-16	2014-15	2012-13	2007-08
Monthly rent (including amenities)	5,000	10,000	-	-
Use of the house	Let out for business	Let out for residence	For own business	Self residence

OR

Q-4 (A) A house of Shri Bhikhabhai which value as per municipal valuation is Rs.90,000 and fair rent is Rs.99,000. The 3rd part of this house is letting out, monthly rent of Rs.3,000, when remaining part is used for self residential purpose by him. The municipal tax is paid 10% annum. Interest on loan for construction Rs.3,000 is paid. Calculate his taxable income from house property for the A.Y.2018-19. [10]

(B) A house owned by Shri Ramesh is let out for residence with monthly rent of Rs.15,000. Whose municipal annual value is Rs.1,44,000 and annual fair rent is Rs.1,20,000. Monthly rent determined as per Rent Control Act is Rs. 9,000. The house has vacated for 2 months. Municipal taxes Rs.10,000 annual are paid by owner. How much taxable income will be determined under the head of Income from house property for the A.Y.2018-19 [05]