

5C
[A-43-Eng.] Seat No.: _____

No. of printed pages: 3

SARDAR PATEL UNIVERSITY
B. Com. (V Semester) Examination
5th May 2016 (Thursday)
2.30 pm – 4.30 pm
UB05CCOM04 : BUSINESS TAXATION - I

Total Marks : 60

Note: Figures to the right indicate full marks of the question.

- Q. 1 Write short notes: (15)
(1) Person (2) Dividend (3) Previous Year
- OR**
- Q. 1 Write short notes: (15)
(1) Casual Income (2) Agriculture Income (3) Assessee
- Q. 2
(A) As per Income-Tax Act what are the conditions apply for the residential status of an individual person. (07)
(B) Write short notes: (08)
(1) Section 80 D (2) Section 80 E
- OR**
- Q. 2
(A) List out any ten fully exempted incomes for an individual assessee. (05)
(B) What are the investments considered for the deduction of Section 80 C. (05)
(C) Write short note: Section 80 U (05)
- Q. 3 Shri ANSHUL furnished the following details about his salary for the A. Y. 2015-2016. (15)
(1) Basic Salary – Up to 30-09-2014 ₹ 35,000/- p. m. it is increased by ₹ 5,000/- p. m. on each 1st October.
(2) Dearness Allowance – 40% of basic salary (50% part of salary)
(3) Servant Allowance - ₹ 1,000/- p. m. (Actual salary of servant is ₹ 1,500/- p. m.)
(4) Entertainment Allowance - ₹ 500/- p. m.
(5) Transport Allowance - ₹ 2,000/- p. m. (Actual expense ₹ 2,500/- p. m.)
(6) Bonus – 10% of basic salary
(7) Employer & employee contributed to R. P. F. @ 15% of salary.
(8) Employer provided hotel accommodation for the month of April & May 2014. Employer paid hotel bills ₹ 1,000/- per day.
(9) From 01-06-2014 employer provided house facility with the furniture of ₹ 60,000/-. Employer deducted 5% of salary.
(10) Employer given a gift of ₹ 3,000/- to his employee & ₹ 4,000/- to employee's wife.
(11) Employer deducted ₹ 200/- p. m. Professional Tax, ₹ 5,000/- p. m. Income-Tax & ₹ 2,000/- p. m. LIC Premium from his salary.
Calculate his taxable income from salary for the A. Y. 2015-2016.

OR

Q. 3 Shri KIRTAN started his service from 01-06-2014 with the monthly basic salary ₹ 50,000/- per month and yearly increment of ₹ 5,000/- per month. (15)

Employer and employee contributed to R. P. F. after six month from the date of joining. Other details about his salary is as per under:

- (1) Dearness Allowance – Up to 31-12-2014 20% & after that 30% of basic salary.
- (2) Education Allowance – for 2 children ₹ 3,000/-
- (3) Entertainment Allowance - ₹ 500/- p. m.
- (4) Servant Allowance - ₹ 600/- p. m.
- (5) Bonus – 5% of basic salary
- (6) Employer & employee contributed to R. P. F. @ 15% of salary.
- (7) From 01-12-2014 employer provided furnished house. Employer paid rent ₹ 60,000/- p. a. for house & ₹ 800/- p. m. for furniture.
- (8) Employer provided 1000 CC motor car for the both purpose, it's running expenses paid by employee but driver salary ₹ 3,000/- p. m. paid by employer.
- (9) Employer paid medical bills of ₹ 21,000/-.
- (10) Employer provided laptop facility for the personal use. Cost price of the laptop is ₹ 40,000/-.
- (11) Employer deducted ₹ 200/- p. m. Professional Tax & ₹ 4,000/- p. m. Income Tax from his salary.

Calculate his taxable income from salary fro the A. Y. 2015-2016.

Q. 4 NIRALI furnished the following information about house property for the (15)
A. Y. 2015-2016.

	House No. 1 (₹)	House No. 2 (₹)	House No. 3 (₹)
Municipal value	45,000/-	65,000/-	75,000/-
Fair rent	90,000/-	70,000/-	1,00,000/-
Municipal taxes	10%	10%	10%
Municipal taxes paid by tenant	---	2,500/-	---
Actual rent per month	---	9,000/-	5,000/-
Electricity charges	15,000/-	18,000/-	24,000/-
Interest on loan	10,000/-	20,000/-	30,000/-
Use	Self Business	Let out to 3 tenants	50% let out 50% self resident

One tenant of House No. 2 vacant the house from 01-02-2015 without payment of one month rent. He declared as bankrupt. During the previous year he received un-realise rent of ₹ 15,000/- of which ₹ 5,000/- was not approved by the Income Tax Officer.

Calculate his taxable income from House Property for the A. Y. 2015-2016.

OR

Q. 4 Shri TAILOR is a owner of three house property. Their municipal value is ₹ 40,000/-, ₹ 50,000/- & ₹ 60,000/- respectively. Construction was started on 01-01-2011 and completed on 31-12-2011. For the purpose of construction he had taken a 12% loan of ₹ 6,00,000/-. (15)

House No. 1 let out to 3 tenants at monthly rent of ₹ 2,000/- for each.
House No. 2 let out to 2 tenants at monthly rent of ₹ 3,000/- for each.
House No. 3 use for self resident. Other details about house property for the A. Y. 2015-2016 was as under.

- | | | |
|--|-------------|------------|
| (1) Fair rent – | House No. 1 | ₹ 60,000/- |
| | House No. 2 | ₹ 70,000/- |
| | House No. 3 | ₹ 90,000/- |
| (2) Municipal taxes - ₹ 18,000/- (of which ₹ 3,000/- unpaid) | | |
| (3) Land revenue - ₹ 3,000/- | | |
| (4) Insurance premium - ₹ 4,500/- | | |
| (5) Interest on loan – | Paid | ₹ 48,000/- |
| | Unpaid | ₹ 12,000/- |
| (6) Electricity Charges - ₹ 30,000/- | | |

One tenant of House No. 1 vacant the house from 01-02-2015 without payment of one month rent. He declared as bankrupt.

Calculate his taxable income from House Property for the A. Y. 2015-2016.

