

SARDAR PATEL UNIVERSITY
B.Com. (Hons.) (VI Semester) EXAMINATION
Saturday, 31st March 2018
2.00 P.M. TO 4.00 P.M.
TAXATION - II
(UB06CCOH02)

Total Marks: 60

Q.1 Compute the Capital Gains chargeable to tax of Mr. Bittu from the following (15) details for the A.Y. 2017-18.

Sr. No.	Date of Purchase	Selling Price	Transfer Charges	Cost	Particulars	Index
1	1.1.68	4500000	23000	300000	Only Self Occupied House	100
2	1.6.2005	500000	-----	159040	Share of Reliance Ltd	497
3	31.12.2004	300000	4000	73200	Share of Arvind Ltd	244
4	1.9.1985	3500000	11000	399000	Jewellery	133
5	1.1.2016	-----	-----	1000000	Residential House (SOP New)	

He has sold old self occupied house on 15.3.2017. On 1.4.81 the fair market value of self occupied house and jewellery were 300000 and 180000 respectively. Shares of both the companies (sold on 1.11.2016) were subject to securities transaction tax (STT)

Relevant cost inflation indices are as under: **1981-82 -100 2016-17 - 1125**

OR

Q.1 Compute Income of Mr. Tushar under the head Capital Gain for the (15) A.Y. 2017-18.

1200 shares of X ltd. were sold on 15.6.2016 at Rs. 700 per share (for which brokerage at 2.50 per share has been paid)

The details about the shares sold are:

- I. Original 300 shares were purchased on 15.1.78 at 20 per share.
- II. X Ltd. had allotted 600 bonus shares on 15.4.80 at the rate of 2 share for every 1 share held.
- III. The fair market value of shares on 1.4.81 was 30 per share.
- IV. X Ltd had allotted 450 bonus shares on 1.11.2015 at the rate of one share for every two shares held.
- V. Shares sold on 15.6.2016 include 300 original shares, 600 bonus shares, received first and 300 shares out of bonus shares received at second allotment. This transaction was not subject to securities transaction tax.

Relevant cost inflation indices are as under: **1981-82 -100 2016-17 - 1125**

Q.2 Mr. Arvind has furnished the following particulars of his investments for the year ending on 31.3. 2017: (15)

1. 400000 9% Municipal Debentures.
2. 320000 7.50% tax free securities of Indian Government.
3. 20000 7.50% Port Trust Bonds.
4. 100000 10% tax free debentures of Jalaram Ltd. (TDS at 20%).
5. 50000 6.50% Treasury Savings Deposit Certificates.
6. 55000 10% Preference Shares of a company.
7. 40000 9% Tax Free Debentures of a company, listed on recognized stock exchange in India (TDS at 10%).

He took a loan for purchasing tax free securities of Indian govt. and paid interest of 2000. He also paid 3000 interest on loan for purchasing debentures of Jalaram ltd. He paid 500 bank commission for collection of interest and 100 for collection of dividend.

Compute the taxable income for the A.Y. 2017-18 under the head Income from other sources.

OR

Q.2 Write a Note on : (15)

1. 80 C
2. 80 D

Q.3 What is Assessment? Explain Return of Income and Types of Assessment in detail. (15)

OR

Q.3 Write Short Notes on : (15)

1. TDS
2. PAN
3. Advance Payment of Tax

Q.4 What is VAT? Explain the features of GVAT Act and Give procedure for registration. (15)

OR

Q.4 Define Business, Sale, Goods and Dealer. Give Overview of GST. (15)