

S.D.E.

Diploma in Taxation Law (D.T.L.) (2015 Course) : WINTER - 2018

SUBJECT: INCOME TAX ACT, 1961

Day : Monday
Date : 29/10/2018

W-2018-4410

Time: 10.00 AM TO 01.00 PM
Max. Marks: 100

N.B.:

- 1) Attempt ANY SIX questions including Q. No. 1 is COMPULSORY.
- 2) Q. No. 1 carries 20 marks and the remaining questions carry 16 marks each.

Q.1 Write short notes on ANY FOUR of the following:

- a) Capital Expenditure
- b) Assessee
- c) Revision
- d) Settlement Commission
- e) Residential Status of an individual.
- f) Agricultural Income.

Q.2 Mr. Parekh an account of ROX Ltd, has provided you the following details of his income during the year 2016-17.

Particulars	Amount Rs.
Basic Salary	2,40,000
DA 50% of Basic Salary	1,20,000
House Rent Allowance	84,000
Helper Allowance (actual expenditure Rs. 15000)	20,000
Education Allowance	7,500
Free Gas and Electricity	3,500
Free telephone at residence of Mr. Gopal	11,000
Leave Travel concession (no journey undertaken)	8,750
Contribution to Recognized PF by employer.	35,000

Mr. Parekh has two daughter one son studying in school. Mr. Gopal is staying in rented house by paying rent Rs. 20,000 per month.

You are required to compute taxable Income from Salary for A.Y. 2017-18.

Q.3 From the following Profit and Loss of Mr. Akash a trader for the year 31st March 2017 ascertain the taxable profit from business.

Particulars	Amount Rs.	Particulars	Amount Rs.
Office Salary	67,850	Gross Profit	2,60,500
General Expenses	27,689	Commission	1,370
Bad Debt written off	3,564	Discount	980
Reserve for Bad Debts	4,650	Sundry Receipts	11,656
Fire Insurance Premium	1,170	Rent of Building	96,000
Advertisement	12,960	Profit on Sale of Investment	4,680
Interest on Capital	4,350		
Interest on Bank Loan	6,450		
Donation	6,500		
Depreciation	1,635		
Net Profit	2,38,368		
Total	3,75,186		3,75,186

The amount of depreciation allowable is Rs. 1,860. Investment was purchased in 2014.

Compute the taxable Income from Business for A.Y. 2017-18.

P.T.O.

- Q.4** State any expenditure which are disallowed to businessman in computing profit under the head 'Income from Business or Profession.'
- Q.5** Explain the provisions regarding penalties under Income tax Act, 1961.
- Q.6** Define "Assessment". What are different types of assessment? Explain in detail Income Escaping Assessment.
- Q.7** Elaborate powers of Income tax Commissioner under Income Tax Act, 1961.
- Q.8** Enumerate any ten incomes which are exempted u/s 10 of the Income Tax Act, 1961.
- Q.9** Explain the provisions regarding clubbing of Income under Income tax Act, 1961.
- Q.10** Explain the provisions regarding Tax to be deducted at Source under Income Tax Act 1961.

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