

SEMESTER EXAMINATION 2021-22
CLASS - MBA /MBA(BE)/MBA(BF)
SUBJECT- TAXATION
PAPER CODE - MBA-E-307/MBA(BE)-E-332/MBA(BF)-C-303
PAPER TITLE - TAXATION

Time: 3 hour

Max. Marks: 70

Min. Pass: 40%

Note: Question Paper is divided into two sections: **A and B**. Attempt both the sections as per given instructions.

SECTION-A (SHORT ANSWER TYPE QUESTIONS)

Instructions: Answer any five questions in about 150 words each.
Each question carries six marks.

(5 X 6 = 30
Marks)

Q1. Define the following terms

- i.) Assessee
- ii.) Gross Total income
- iii.) Assessment Year

Q2. What do you mean by tax planning .What are objectives of tax planning.

Q3. Mr Prasang is employed in a private company at ₹ 70,000 per month ,₹ 6,000 per month as dearness pay and ₹ 10,000 per annum as commission during the previous year. He received ₹ 2,000 per month as house rent allowance he paid ₹2,500 per month rent. Compute house rent allowance exempted from tax.

Q4. Following are the particulars of Shri Naresh Sharma for the previous year 2020-21:

1. Profit from business in England received in India ₹ 12,000
2. Incomes from house property in Pakistan received in India ₹ 2,000
3. Income from house property in Bangladesh deposited in a Bank there ₹ 4,000
4. Profit tum business in Indonesia deposited in a bank then, this business is controlled from India ₹ 5,000
5. Income accrued in Bhopal but received in Singapore ₹6,000
6. Profit from business in India ₹15,000
7. Past untaxed foreign income brought into India during the previous year ₹20,000

From the above particulars, Compute the gross total income of Shri Naresh Sharma for the assessment year 2021-2022

If he is a :

- a) Resident
- b) Not Ordinarily Resident
- c) Non Resident

Q5. State any six incomes which are taxable under the head ' Income from other sources'.

Q6. Enumerate expenses which are allowed in computing taxable profits of a business and also state expenses or losses which are not admissible.

Q7. What do you understand by 'Capital Gains'? Discuss its types. How are they computed.

Q8. What do you mean by Double Taxation Avoidance Agreement. What relief is claimed in case of double taxation.

Q9. Differentiate between direct tax and indirect tax.

Q10. Write short notes on

- i.) Intra state supply
- ii.) Inter state supply

SECTION-B (LONG ANSWER TYPE QUESTIONS)

Instructions: Answer any FOUR questions in detail. Each question carries 10 marks. (4 X 10 = 40 Marks)

Q1. What are the different categories into which the assesseees are divided with regard to residence? Give a brief account of each of them.

Q2. Differentiate between

- i.) Tax planning and Tax Avoidance
- ii.) Tax avoidance and Tax evasion

Q3. X, an employee in a company in Bhopal (population exceeds 25 lakh), is drawing ₹ 40,000 p.m as salary and dearness allowance @ 20% of his salary. He is also getting City Compensatory allowance of ₹ 4,000, Medical Allowance of ₹6,000, Bonus ₹ 16,000 and Commission ₹ 4,000. He is provided with a rent-free unfurnished house owned by the employer of the fair rental value of ₹60,000 per annum. He is provided free of charge a sweeper and a cook whose wages are ₹300 and ₹ 700 p.m. respectively and a gardener whose wages are ₹250 p.m. He is also given free electricity for personal use for which the employer has paid ₹ 6,000 during the year to Electric Supply Company. Compute his taxable salary for the Assessment Year 2021-22.

Q4. Dr. Atar Singh is owner of a big house. He is employed in R.B.S. College, Agra on a monthly salary of ₹16,000 p.m. Municipal valuation of his house is ₹ 10,000. He has let-out 1/3 portion of the house on a monthly rent of ₹700 and occupies remaining 2/3 portion for his own residence. He paid ₹ 1,500 municipal taxes in respect of the whole house. He paid ₹1,200 on insurance of the house. The house is constructed on leased land. He paid ₹ 600 as its rent. He had constructed the house with borrowed money of ₹1,00,000 which was borrowed before April 1, 2018 @ 12% p.a. interest. .

Compute his total income under the head 'Income from house property' for the assessment year 2021-22.

Q5. What is Return of Income. Discuss various forms of Return of Income(ITR Forms) meant for different Assessees.

Q6. Explain the following concepts with reference to tax planning related to amalgamation

- i.) Tax relief to the Amalgamating Company
- ii.) Tax relief to the shareholders of Amalgamating Company
- iii.) Tax relief to Amalgamated Company

Q7. . How to do tax planning while setting up a business with reference to Nature of business.

Q8. What is the taxable event under the goods and services Tax? Explain

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