

**M. COM. SEM - I (CHOICE BASED CREDIT SYSTEM) (2012
COURSE) : SUMMER - 2019**
SUBJECT: ELECTIVE – A GROUPS: ADVANCED ACCOUNTING - II

Day: Monday
Date: 15/04/2019

S-2019-0474

Time: 03.00 PM TO 06.00 PM
Max. Marks: 60

N.B:

- 1) All questions are **COMPULSORY**
- 2) Figures to the right indicate **FULL** marks.

Q.1 Define and explain the following terms under the Income Tax Act (16)
(**ANY FOUR**)

- a) Financial year and assessment year
- b) Agricultural Income
- c) Person
- d) Non – resident in India.
- e) Rates of income Tax
- f) Capital and revenue expenditure

Q.2 Mr. Akbar employed in Indo Gas Ltd., furnishes the following details of his (16)
salary income up to 31.10.2017

Basic Pay p.m.	Rs. 8,000
Bonus for the year received in July 2013	Rs. 17,200
House Rent Allowance p.m. (He paid Rs. 3,200 p.m. as rent)	Rs.2,800
Club facility for private use	Rs. 700 p.m.
Employer's contribution to R.P. F. p.m.	Rs.2,800

Mr. Akbar also makes an equal contribution.

Free Gas supplied – 12 gas cylinders @ Rs 350 each (cost Rs. 210)

With effect from 1.11.2015. He joined water supply Co. of the Government and received the following emoluments:

Basic pay per month Rs. 12,000

Rent free Accommodation at Nasik. The license fee as prescribed by Government rule is Rs. 5,000 p.m.

Use of motor car for personal purposes. The cost of running and maintenance is incurred by the employer. He employs a driver and pays Rs. 2,000 p.m. as salary. The cost of car is Rs. 4,00,000 and expenses of maintenance to the company is Rs. 2,000 p.m.

Employer's contribution to S.P.F.

Mr. Akbar also makes an equal contribution

Compute his salary income for the A.Y. 2018 – 19, if he has paid Rs. 220 p.m. as professional tax.

OR

- a) Define the term perquisites and explain Tax Free Allowance (08)
- b) Explain any eight items of income which are exempted under section 10 of the Income Tax Act. (08)

P.T.O.

- Q.3** Mr. Satish Shah is a registered medical practitioner. He keeps his books on cash basis and his summarized cash account for the year ending 31.3.2018: **(16)**

Receipts and Payments Account

Receipts	Amount Rs.	Payments	Amount Rs.
To Balance b/d	1,30,000	By Municipal tax on house property	400
To Loan from Bank for private purpose.	30,000		
To sale of medicine	35,250	By Cost of Medicines	10,000
To Consultation fees	55,000	By Surgical equipment	80,000
To visiting fees	34,000	By Motor Car	1,00,000
To Interest on Government Securities	4,500	By Car Expenses	6,000
To Rent form House Property	3,600	By Salaries	4,600
		By Rent of Dispensary	1,600
		By General Expenses	10,800
		By LIC Premium	3,000
		By interest on loan	200
		By Insurance of House property	200
		By Deposit in Tatkal Telephone	22,000
		By balance c/d	53,550
	2,92,350		2,92,350

Additional Information

- i) One –fourth of motor car expenses are personal.
 - ii) Depreciation allowable on car is 20% which has been used for more than 6 months. Provide 25% depreciation on surgical equipment.
- Calculate income of Mr. Satish Shaha for the A. Y. 2018-19

OR

- a) Explain the deductions u/s 80C, while computing the total taxable income. **(08)**
- b) Explain the items if income which are taxable under the head income from other sources. **(08)**

- Q.4** Write short notes on any **THREE** of the following **(12)**

- a) Annual value of house property
- b) Set off and carry forward of losses
- c) Assessee
- d) Deemeal income
- e) Income of charitable and religions trusts.

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