

T.Y.B.COM. SEM – VI (2014 Course) : SUMMER - 2019

SUBJECT : AUDITING AND TAXATION – II

Day : Wednesday

Time : 03.00 PM TO 05.00 PM

Date : 10/04/2019

S-2019-0437

Max. Marks : 40

N.B.

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

Q.1 Following is P & L A/C of shri Jivan kindly compute the business income for **(10)** the A. Y. 2019-20

Profit & loss A/c

Particulars	Rs.	Particulars	Rs.
To Salaries	33,000	By Gross Profit	1,90,500
To Advertisement	13,500	By dividend from Domestic co.	6,000
To Stationery	4,500	By House Rent	5,250
To Bad Debts	4,000	By Other income (Business)	2,250
To Provision for Bad debts	9,000		
To Donation for private temple	3,000		
To Interest on Loan	4,000		
To telephone Expenses	3,750		
To Wealth Tax	4,500		
To Income Tax	7,500		
To L.I.C. Premium	3,300		
To Loss on sale of machinery	4,500		
To electricity bill	2,700		
To Interest on Capital	8,000		
To preliminary Expenses	5,000		
To depreciation	9,500		
To Goods and Service Tax	5,250		
To Net Profit	79,000		
	2,04,000		2,04,000

Additional Information

- 1) Salaries include payment of salary to domestic employee Rs. 3,000/-
- 2) Telephone expenses include a private expenses of Rs. 750/-
- 3) Wealth Tax includes Municipal Tax on let out house property of Rs. 1,800/-
- 4) Total preliminary expenses are Rs. 40,000/- to be written off within 10 years.

OR

Explain the Qualified and Clean audit report.

Q.2 Write short notes on **ANY TWO** of the following: **(10)**

- a) Removal of an auditor
- b) Types of Capital gain
- c) Powers of joint commissioner of Income Tax
- d) Tax consultancy

Q.3 Distinguish between audit report and audit certificate. **(10)**

OR

Discuss in detail Chargeable Income u/s 56(2).

Q.4 Write short notes on **ANY TWO** of the following : **(10)**

- a) Audit Certificate
- b) Qualification of auditor
- c) Cost of Improvement
- d) Certification for claiming exemption