

S.D.E.

M. Com. Sem-I (CBCS 2018 Course) : SUMMER - 2019
SUBJECT : ELECTIVE – A GROUPS: ADVANCED ACCOUNTING – II

Day : Monday
Date : 15/04/2019

Time : 03.00 PM TO 06.00 PM
Max. Marks : 70

S-2019-4753

N.B.:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non-programmable **CALCULATOR** is allowed.

Q.1 Mr. Ajit employed in Indo Oil Ltd., furnishes the following details of his salary income up to 31.10.2017. **[16]**

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

Mr. Ajit also makes an equal contribution

Free Gas supplied – 12 gas cylinders @ ₹ 350 each (cost ₹ 210) with effect from 1.11.2015. He joined water supply Co. of the Government and received the following emoluments:

Basic pay per month ₹ 12,000

Rent free Accommodation at Nasik. The license fee as prescribed by Government rule is ₹ 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 ₹ 2,000 p.m. as salary. The cost of car is ₹ 4,00,000 and expenses of maintenance to the company is ₹ 2,000 p.m.

Employer's contribution to S.P.F. ₹ 2,300 P.M.

Mr. Ajit also makes an equal contribution

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

OR

- a) State the types of House Property. Explain the deductions allowed under section 24 for a let out property. **[08]**
- b) What are the expressly allowed deductions while computing income under the head 'Business and Profession'? **[08]**

Q.2 Attempt **ANY TWO** of the following: **[12]**

- a) Explain the Incomes exempted from tax under the head Income from other source.
- b) Explain the term 'Long term capital gain' and 'Short term capital gain'.
- c) What is 'Agricultural Income'? Discuss the taxability of agricultural income.

P.T.O.

Q.3 Attempt **ANY TWO** of the following: [12]

- a) The following is the Receipts and Payments Account of Dr. Kelkar for the financial year 2017-18. Compute taxable income from profession.

Receipts	₹	Payments	₹
To Balance b/d	5,000	By Rent of Clinic	54,000
To Fees at Clinic	1,00,000	By Repairs and maintenance of clinic	14,000
To Visit Fees	75,000	By membership fees of Doctors Association	11,000
To salary from Medical college	88,000	By purchase of Drugs	30,000
To Life Policy matured	1,50,000	By Repayment of Housing Loan	1,50,000
To Dividend from Indian Companies	50,000	By Income-Tax	5,000
To Interest on Debentures	15,000	By P.P.F.	35,000
To Fixed Deposits matures	25,000	By LIC Premium	8,000
To Hire of Medical Equipments	6,000	By Loan to a friend	10,000
To Sale of Drugs	35,000	By Closing Balance	2,32,000
	5,49,000		5,49,000

Additional Information:

- Stock of drugs ₹ 3,400.
 - Outstanding salary of employees is ₹ 15,000.
 - Sale of drugs is made to patients.
 - Charge depreciation on medical equipments ₹ 3,500.
- b) What is the difference between capital expenditure and revenue expenditure?
- c) Explain income of charitable and religious trusts and institutions.

Q.4 Attempt **ANY THREE** of the following: [15]

- Explain the term residential status of an HUF assessee.
- Explain the income forming part of total income but not taxable.
- Explain the term 'Person' under the Income Tax Act.
- Explain the meaning of the term 'Salary'.

Q.5 Write short notes on **ANY THREE** of the following: [15]

- Income from other source
- Set off and carry forward of losses
- Rates of income tax
- Deemed Income

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