

DIPLOMA IN CORPORATE LAW : SUMMER - 2018
SUBJECT: CORPORATE ACCOUNTING, CORPORATE
TAXATION AND FEMA 1999

Day: Saturday
Date: 05/05/2018

S-2018-1539

Time: 02.30 PM TO 05.30 PM
Max. Marks: 80

N.B:

- 1) All questions are **COMPULSORY**.
 - 2) Figures to the right indicate **FULL** marks.
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Q.1 Mention the golden rules of accounting followed under the Double Entry Book keeping system of maintaining accounts. Illustrate with examples. **(10)**

OR

Define 'Share'. Discuss the types of share capital.

Q.2 Differentiate 'Book keeping' and 'Accountancy'. **(10)**

OR

Explain the provision regarding Issue of shares of a company.

Q.3 Explain the provisions regarding determination of Income from Business. **(10)**

OR

Discuss and distinguish 'Direct Taxes' and 'Indirect Taxes' and constitutional validity for it.

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

- a) Define 'Person' under Income Tax Act, 1961
- b) Tax Management
- c) Cash Flow

OR

Discuss the background and features of FEMA 1999.

Q.5 Write in brief: **(10)**

- a) Authorized Person
- b) Current Account Transactions

OR

Write short notes:

- a) Various heads of Income under Income tax Act, 1961
- b) Forfeiture of shares

P.T.O.

Q.6 State whether the following classification is correct or not give the correct (15)
classification if necessary.

Name of the Account:	Classification:
1) Telephone charges	1) Real Account
2) Furniture	2) Nominal Account
3) Ram	3) Personal Account
4) Goods	4) Nominal Account
5) Postage stamps	5) Real Account
6) Life Insurance Corporation	6) Nominal Account
7) Capital	7) Real Account
8) Advertisement	8) Real Account
9) Times of India	9) Nominal Account
10) Machinery	10) Real Account

Q.7 Journalize the following transactions in the books of Shri Prakash Pune. (15)

January, 2016

- 1) Started business with Rs.30,000.
- 2) Purchased goods on credit from M/s Poona stores Re. 8,000.
- 3) Purchased machinery for cash Rs. 7,000.
- 4) Sold goods for cash Rs. 600.
- 5) Sold goods on credit to Shri Raman Rs. 2,000.
- 6) Purchased goods for Rs. 1,500.
- 7) Received from Shri. Raman Rs. 1,000 on account.
- 8) Paid municipal taxes Rs. 300.
- 9) Paid for advertisement Rs.200.
- 10) Sold goods for cash Rs. 800.
- 11) Sold goods to Shri Vinayak Rs. 950.
- 12) Paid to M/s Poona stores Rs. 2,500 on account.
- 13) Paid Insurance Premium Rs. 250.
- 14) Sold goods for cash Rs. 400.
- 15) Paid for household expenses Rs. 500.

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