

Diploma in Taxation Law (D.T.L) (2017 Course) SUMMER-2018

SUBJECT: INCOME TAX ACT, 1961

Day : Friday
Date : 04/05/2018

Time: 2:30 PM TO 5:30 PM.
Max. Marks: 100

S-2018-4730

N.B.:

- 1) Attempt ANY SIX questions including Q. No. 1 is **COMPULSORY**.
- 2) Q. No. 1 carries 20 marks and the remaining questions carry 16 marks each.

Q.1 Write short notes on ANY FOUR of the following:

- a) Agricultural Income
- b) Indexed cost of acquisition
- c) Assessee
- d) Deemed Income
- e) Return
- f) Best judgment Assessment

Q.2 Mr. Prashankumar is working as technical director in Star T.V. He provides you following information for the year ended 31st March, 2017.

- a) Basic Salary per month Rs. 7,800/-
 - b) Dearness Allowance per month Rs. 4,000/-
 - c) Ex-gratia Rs. 8,840/-
 - d) Entertainment Allowance of Rs. 1,000/- p.m. from 1-4-2014. Amount actual spent Rs. 7,000/-
 - e) Perquisite value of car Rs. 9,000/- in respect of personal use.
 - f) Profession Tax was deducted at source from salary Rs. 2,500/-
- On the basis of the above information you are required to compute his taxable Income from Salary for Assessment Year 2017-18.

Q.3 Given below is the Profit and Loss Account of a Timber Merchant for the year ended 31st March, 2017.

Particulars	Rs.	Particulars	Rs.
Opening Stock	25,000	Sales	5,00,000
Purchases	2,50,000	Rent of Property	15,000
Wages	1,00,000	Closing Stock	35,000
Audit Fees	1,000		
Repairs(House Prop)	2,000		
General Charges	1,500		
Commission for raising Loan	1,000		
Bad Debts	500		
Interest on Capital	2,000		
Contribution on Staff Welfare Fund	1,500		
Provisions for Income-tax	2,500		
Depreciation (Allowable)	10,500		
Net Profit	1,52,500		
	5,50,000		5,50,000

You are required to compute his total Income from Business for the Assessment Year 2017-2018.

P.T.O.

- Q.4** Explain provisions regarding deductions under the head “Income from other sources”.
- Q.5** “Income of a charitable trust is exempted.” Discuss.
- Q.6** “Certain transactions are not regarded as transaction for capital gain purposes.” Discuss.
- Q.7** Briefly explain the provisions for entitlement of deduction of donation u/s 80 G of the Income Tax Act.
- Q.8** State the provisions under Income Tax Act relating to Advance payment of Income Tax.
- Q.9** Explain provisions relating to “Set off”, carry forward” and set off the losses.
- Q.10** Discuss provisions relating to Appeals and Revisions under Income Tax Act.

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