

T.Y.B.COM. SEM – V (CBCS - 2016 Course) : WINTER - 2018
SUBJECT: AUDITING & TAXATION – I

Day : Monday
Date : 15/10/2018

W-2018-0309

Time : 11.00 A.M. TO 02.00 PM
Max. Marks : 60

N. B. :

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

- Q.1** Define and Explain following terms as per Income Tax Act : (**Any TWO**) (12)
- a) Person
 - b) Gift Tax
 - c) Previous Year

- Q.2** Mrs. Nivedita working as 'Accountant' in Super Lux India Ltd., Pune has given you the following details of her emolument for the year 2017-18 (12)
- i) Basic Salary Rs. 1,80,000/-
 - ii) D. A. 40% of Basic Salary
 - iii) HRA 10% of Basic Salary
 - iv) CCA 5% of Basic Salary
 - v) Educational allowance 2% of Basic Salary.
 - vi) Conveyance allowance Rs. 12,000/- (for going to office and back to residence).
 - vii) Mrs. Nivedita has got two son's studying in 5th and 7th standard. She stays in a rented flat paying monthly rent Rs. 3,000/-
 - viii) She is provided with a car of 12000 cc for official and personal use. The entire expenditure of car is borne by the employer. A chauffeur is also provided with a car.
 - ix) A medical expenditure Rs. 35000/- to the recognized provident fund. An equal amount is contributed by the employer also.
 - x) Interest @ 15% has been credited to her recognized provident fund account amounting to Rs. 13,500/-
- You are required to compute income taxable under salary Mrs. Nivedita for the A.Y. 2018-19.

OR

- a) Explain the vouching of receipt side of cash-book. (06)
 - b) Describe the responsibilities of an auditor. (06)
- Q.3** Mr. Sushant has occupied two houses for his personal purpose. (12)

Particulars	House – I	House - II
Municipal Valuation	90,000	45,000
Fair rent	1,20,000	60,000
Students rent (under Rent Control Act)	1,00,000	66,000
Fire Insurance	1,500	1,500

Municipal taxes 10% of municipal valuation Mr. Sushant pays Rs. 20,000 as a interest on loan of house I and for house II Rs. 5,000/-
He has spent Rs. 10,000/- and Rs. 15,000/- repairing of house I & II respectively. You are required to compute income form house property for the A.Y. 2018-19

P.T.O.

OR

- a) Explain the importance of Audit Programme. (06)
- b) Explain the need of valuation of assets. (06)

Q.4 Mr. Jayesh is an employee of X Ltd. at Pune. He furnished the following details of his income during the year 2017-18. Compute his taxable income for the A.Y. 2018-19. (12)

- i) Basic salary Rs. 20,000/- p.m.
- ii) D.A. (applicable for retirement benefit) Rs. 5,000/- p.m.
- iii) Conveyance allowance (for personal purpose) Rs. 4,000/-
- iv) Bonus Rs. 8,000/-
- v) H.R.A. Rs. 2,500/- (he paid house rent Rs. 2,000/- p.m.)
- vi) Entertainment allowance Rs.250 p.m.
- vii) Interest from HP Rs. 85,000/- and Business Income Rs. 88,000/-
- viii) His qualified investment and payments are as under :
 - a) Contribution to P.P.F. Rs. 10,000/-
 - b) He purchased N.S.C. Rs. 5,000/-
 - c) Life Insurance Premium (policy amount Rs. 1,00,000/-) Rs. 5,000/-
 - d) Equity linked saving scheme Rs. 2,000/-
 - e) He paid professional tax on employment Rs. 2,000/-
 - f) Donation to approved charitable institution Rs. 4,000/-
 - g) Mediclaim Insurance Premium on his health Rs. 3,000/-

OR

- a) Explain the residential status of an assessee. (06)
- b) State the uses working paper. (06)

Q.5 Write short notes on **Any FOUR** of the following : (12)

- a) Internal Audit
- b) Audit note-book
- c) Explain the concept of frauds
- d) Statutory Audit
- e) Taxation structure of India
- f) Deduction U/s 80C
