

S.D.E.

Diploma in Taxation Law (D.T.L.) (Old Course) : WINTER - 2018

SUBJECT : INDIAN INCOME TAX ACT, 1961

Day : Monday
Date : 29/10/2018

W-2018-4426

Time : 10.00 AM TO 01.00 PM
Max. Marks : 100

N.B.:

- 1) Attempt ANY SIX question including Q. No. 1 which is **COMPULSORY**.
- 2) Q. No. 1 carries 20 marks and all other questions carry 16 marks each.

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

- a) Agricultural Income
- b) Revision
- c) Person
- d) Provisions under section 80 D of Income Tax Act
- e) Advance payment of the tax
- f) Different types of Provident Funds

Q.2 Mr. Ram an accountant of Infinity Ltd., has provided you the following details of his income during the year 2016-17

Particular	Amount
Basic salary	3,00,000
DA 50% of basic salary HRA	15,000
Helper allowance (actual expenditure Rs. 15000)	20,000
Education allowance	8,000
Free gas and electricity	3,500
Free telephone at residence of Mr. Ram	8,000
Leave travel concession (no journey undertaken)	7,500
Contribution to RPF by the employer	32,000

Mr. Ram has two daughters and one son, studying in school. Mr. Ram staying in a rented house by paying rent Rs. 25,000 p.m. you are required to compute taxable Income from Salary for the A. Y. 2017-18

Q.3 The following is the Receipt and Payment Account of medical practitioner for the year ending March 31 2017.

Particulars	Rs.	Particulars	Rs.
Balance b/d	1,10,000	Clinic rent	15,000
Visiting fees	65,000	Staff salaries	80,000
Consultation fees	65,000	Rent and taxes	5,000
Sales of Medicines	25,000	Electricity and water	4,000
Operation Theatre Rent	15,000	Purchase of medical books (annual Publication)	4,000
Interest and Dividend	20,000	Purchase of medicines	30,000
		Motor car expenses	15,000
		Medical association membership fees	5,000
		Audit fees	20,000
		Staff welfare expenses	2,000
		Diwali expenses	1,000
		Entertainment expenses	6,000
		Purchase of surgical equipment	30,000
		Balance c/d	83,000
Total:	3,00,000		3,00,000

Additional Information:

- 1) Depreciation allowable under Income Tax Rules is amounted to Rs. 6,500/- on surgical equipment and 8,000/- for motor car (for professional use)
- 2) One third of motor car expenses relate to his personal use. Compute the taxable Income from Profession for the A. Y. 2017-18.

P.T.O.

- Q.4** Explain various deductions that are eligible for deduction from Gross Total Income under Income Tax Act, 1961.
- Q.5** Explain the provisions regarding 'Tax Rebate' under section 88 of the Income Tax Act, 1961.
- Q.6** Define 'Assessment'. State various types of 'Assessment' under Income Tax Act, 1961.
- Q.7** Define 'Capital Assets'. Explain what are those transfers which are not treated as transfer for Capital Gain purpose.
- Q.8** Define 'Perquisites'. Describe the items taxable as perquisites.
- a) In the case of all employees.
 - b) In the case of specified employees
- Q.9** Explain the deductions to be made from annual value of the house property under the head 'Income from House Property'.
- Q.10** Discuss the provisions regarding 'Appeal' and 'Revision' under Income Tax Act, 1961.

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