

**M.B.A. (GEN.) / M.B.A. (HR) / M.B.A. (IT) / SEMESTER - III
(2012 COURSE)(CHOICE BASED CREDIT SYSTEM) / M.B.A.
(FM) SEMESTER - III (2013 (CHOICE BASED CREDIT
SYSTEM) : WINTER - 2017**

SUBJECT: Elective –IV: Corporate Taxation (FM)

Day : **Tuesday**
Date : **05/12/2017**

W-2017-1768

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

N.B

- 1) Attempt **ANY FOUR** questions from section - I and any **TWO** questions from section - II
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers to both the sections should be written in **SAME** answer book.

SECTION - I

- Q.1** Define the following terms under the Income Tax Act: **(15)**
i) Assessee ii) Gross Total Income
iii) Capital Asset iv) Perquisite
- Q.2** Explain the significance of classification of companies under Income Tax Act and their impact on tax liability. **(15)**
- Q.3** Discuss the provisions applicable for Tax planning with reference to Location of Undertaking. **(15)**
- Q.4** Discuss the provisions applicable for computation of Income from House Property. **(15)**
- Q.5** Write short notes as any **THREE** of the following: **(15)**
i) Capital Structure Decisions
ii) Make or Buy Decision
iii) Long Term Capital Gain
iv) Advance Tax

SECTION - II

- Q.6** Elaborate in detail the provisions pertaining to Appeals and Revisions under the Income Tax Act. **(20)**
- Q.7** Explain the Tax planning relating to Mergers and Demergers of companies. **(20)**
- Q.8** The profit and loss Account for the year ended 31-3-2016 showed a net profit of Rs25,00,000/- **(20)**
- a)** The profit and loss account included on the debit side the following:
i) Rs 20000/- interest paid on Money borrowed for extending the company's factory premises, the expansion was however still in progress.
ii) The depreciation provided in the books Rs 50,000/- however the amount computed under the Income tax Act Rs 1,50,000/-
iii) Rs 3,000/- paid for late payment of professional tax as penal interest.
iv) The reserve for bad debts Rs 15,000/-
- b)** The credit side of profit and loss account included :
Dividend from:
i) Company's foreign subsidiary in Japan Rs 10,000/-
ii) Unit trust of India Rs 25,000/-
- c)** It is also observed that both the opening stock of Rs 9, 00,000/- and closing stock of Rs 10, 80,000/- are undervalued by 10% on cost.
Compute the Total Income of the Company for the Assessment Year 2016-17