

B.V. Patel Institute of Business Management, Computer & Information Technology
Uka Tarsadia University
2nd Internal Examination, MCOM 1st Semester
040170101-Direct Tax

Marks: 50
Time: 2 hrs.

Date: 7/10/2017

Q-1 Answer the following. (Any Eight)

[16]

1. List out the income which has been taxable under the head other sources.
2. Define dividend. List out the rules of dividend.
3. What is advance payment of tax?
4. What is filling of return?
5. Define defective return.
6. Give any 2 difference between set off and carry forward of losses.
7. Which are the inclusions of sec-70?
8. What is PAN?
9. When an advance tax payment becomes due?

Q-2 Answer the following. (Any Two)

[20]

1. In the cases given below, find out the amount of advance tax payable during the financial year 2016-17

Particulars	Mr. X	A ltd.	B & Co.
Business Income	1,80,000	1,80,000	1,80,000
Long term Capital Gain on transfer of capital assets	1,46,000	1,63,000	1,63,000
Bank Interest	1,80,000	1,20,000	1,20,000
Other Income	2,10,000	1,10,000	1,10,000
Tax Deducted @ Source	42,000	42,000	42,000

2. Whether filling of e-return is compulsory? Explain.
3. Mr. X, a resident and ordinary resident in India, gives the following particulars of his income and expenditure for the previous year ending on 31st March, 2017.
Rent of factory situated in Bangalore: Rs.30,000.
Rent from letting of building (Surat) along with plant & machinery (letting out of building cannot be separated from letting out of plant & machinery): Rs. 60,000; depreciation on building in Surat: Rs.3,000; depreciation of building in Bangalore: Rs. 2,000; repairs and maintenance of building (B): Rs.6,000.
Dividend from preference share from Indian Company: Rs. 100,000
Dividends from Reliance Ltd. U/S 2(22e): Rs. 2700 (Net; TDS: 10%); interest on loan borrowed for investments Rs. 2,000.
Remuneration received from university: Rs. 10,000.
Royalty Income: Rs. 7,500
Interest on employee's contribution to URPF: Rs. 10,900.
Winnings from horse race: Rs. 13,000 (gross)
Interest on 6.5% National Relief Bonds: Rs. 42,000.
Gift received from friend in foreign currency: Rs.20,000. & another Gift received from friend on 21st April, 2017 Rs. 2,40,000.
Determine the income chargeable under the head other sources for the previous year 2016-17.

Q-3 Answer the following in detail. (Any Two)

[14]

1. Mr. X, a resident and ordinary resident in India, gives the following particulars of his income and expenditure for the previous year ending on 31st March, 2017.
Rent of house situated in Delhi: Rs.30,000.
Rent from letting of building (Bombay) along with plant & machinery (letting out of building cannot be separated from letting out of plant & machinery): Rs. 60,000; depreciation on building in Bombay: Rs.3,000; depreciation of building in Delhi: Rs. 2,000; repairs and

maintenance of building (Bombay): Rs.6,000.

Dividend from preference share from Indian Company: Rs. 100,000

Dividends from Reliance Ltd. U/S 2(22e): Rs. 2700 (net; TDS:10%); interest on loan borrowed for investments Rs. 2,000.

Remuneration received from university: Rs. 10,000.

Royalty Income: Rs. 7,500

Winnings from horse race: Rs. 13,000 (gross)

Interest on 6.5% National Relief Bonds: Rs. 42,000.

Gift received from friend in foreign currency: Rs.20,000. & another Gift received from friend on 21st April, 2017 Rs. 2,40,000.

Determine the income chargeable under the head other sources.

2. Discuss in detail the various sections of set off and carry forward of losses with example.

3. For the assessment year 2017 -18, X a non- resident furnish the following information:

Income from house property	1,18,000
Business Income	1,06,000
Income from speculative business	1,03,000
Long term capital gain	1,88,000
Short term capital gain	55,000
Loss from betting	(20,000)
Winnings from betting	2,13,000
Winnings from horse race	4,23,000
X has the following carry forward losses:	
Brought forward business loss of the assessment year 2010-11	2,14,000
Unabsorbed depreciation allowance of the assessment year 1993-94	2,000
Short term capital loss in respect of assessment year 2014-15	1,74,000
Long term capital loss for the assessment year 2012-13	8,000
Loss from betting of assessment year 2015-16	1,26,000
loss from owning and maintaining race horses for the assessment year 2013-14	2,38,000

Determine the net income and tax liability of X for the assessment year 2017-18.