

VI Semester B.B.M. Examination, May 2016 of the least series (Semester Scheme) (2014 - 15 and Onwards) (Fresh + Repeaters) BUSINESS MANAGEMENT Paper - 6.3 : Income Tax (1) | Paper - 6.3 : Income Tax (1) |

Time: 3 Hours you is to be to make the man poor and poor and poor will a Max. Marks: 100

Instruction: Answer should be written only in English.

Medias been provided with a house AH MOITOBEy for which a sum of Bs. 1,200, at

- 1. Answer any eight sub-questions. Each sub-question carries two marks. (8x2 = 16)
 - a) Who is a deemed assessee?
 - b) Define agricultural income.
 - c) What is meant by perquisites?
 - d) Give the meaning of short term capital asset.
 - e) What are less-tax securities ?

 - f) Who is a Non-Resident individual?
 g) What is meant by pre-construction interest?
 h) Give the meaning of Gross Total Income.

 - i) Mention any two exempted incomes.
 - j) What is a casual Income? 3) Non-Edeland Constitution

SECTION - B

Answer any three questions. Each question carries eight marks. (3x8 = 24)

which stands - tell the life

- 2. Mr. Vijay an Indian citizen left India for the first time on 01-04-2008 and came back to India on 1-9-2011. Again he left India on 1-8-2014. Determine his Residential status for the A.Y. 2015 – 16.
- 3. Mr. Rajan retires from service on 30-6-2014. He is paid a pension of Rs. 8,000 p.m. He commutes 75% of his pension on 1-9-2014 and received Rs. 4,50,000 as commuted pension.

Compute the taxable commuted pension for the A.Y. 2015 - 16, assuming that:

- a) He is a government employee
 b) He is a non-government employee who does not receives gratuity

 (1)
- c) He is a non-government employee who receives gratuity.
- 4. Mr. Saravana is the owner of a house. The particulars of which are given below:

Municipal Value	HS.
Municipal Value Do 38 N Uniteriornel sec Fair Bent	1,00,000
Standard Rent Short of healthcare no sets of the	1,30,000
Actual Rent (0)0.03 about to	¹ (7) (10,500 p.m .の (4) (4) (4)
United is edited to the contract of the contra	senglos one one on the contract of
v dodnos i Gilou	1 month
Municipal Tax paid by owner	17.500
Municipal Tax paid by tenant	2.000
Determine the Taxable Income from House F	Proporty for the A.V. code to

- Mr. Arun is working as a manager in a company at Chennai. Particular of his salary for the A.Y. 2015 – 16 are:
 - a) Basic Salary Rs. 30,000 pm.
 - .b) D.A. Rs. 5,000 pm. (40% forming part of salary)
 - c) Commission Rs. 1,000 pm.
- Conveyance allowance Rs. 3,000 pm. (60% spent for official duty)
 - e) Employer contribution to R.P.F. 15% of salary.

He has been provided with a house by the company for which a sum of Rs. 1,200 pm is deducted from his salary. The company pays a rent of Rs. 6,000 pm for this house to the landlord.

Compute the taxable value of the perquisite. Capitalupred vd Insemi ai lariW ()

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Answer question No. 10 and any 3 of the remaining questions. Each question carries 15 marks. (4×15=60)

- From the following particulars of Mr. Anand compute his Gross Total Income for the A.Y. 2015 – 16, if he is
 - 1) Resident
- 2) Not ordinarily Resident
- 3) Non-Resident.

Municipal Tax paid by owner and Municipal Tax paid by tenant

b) Define agricultural incomessors

e) What are less-tax securities?

- (as a) Income from business in Kolar Rs. 1,00,000 Houst another point yets toward
 - b) Profit from business in U.K. controlled from India Rs. 50,000 and as Valid and
 - c) Agricultural Income earned in Burma Rs. 40,000
 - d) Salary received in India for services rendered in Japan Rs. 80,000.
 - e) Profit from business in Nepal controlled from India ($\frac{1}{3}$ profit received in India) Rs. 60,000.
 - f) Interest on Post Office Saving Bank A/o Rs. 1,000 mone least of the many first of the saving Bank A/o Rs. 1,000 mone least of the saving Bank A/o Rs. 1
 - g) Dividend received from Indian Company Rs. 8,000.
 - h) Interest on deposit with State Bank of India Rs. 10,000.
 - i) Past untaxed foreign income brought into India Rs. 4,000
 - i) Income from house property in Japan Rs. 30,000.
 - k) Salary received in India for services rendered in U.K. Rs. 60,000.
 - I) Interest received from a firm in U.K. later on remitted to India Rs. 40,000.

Determine the Taxable Income from House Broperly for the A.Y. 2015-161 success

- m) Gift in cash from a friend received in India 60,000.
- n) Income from business in Chennai but received in U.K. 40,000.



- 7. Mrs. Praneetha is working as sales manager in TCS Ltd., Mumbai her salary income details are as follows:

 a) Basic salary Rs. 30,000 pm.

 b) Bonus equal to 2 months Basic pay.

 - c) Commission @ 3% on sales, during the year she reached a sales target of
 - d) D.A. Rs. 10,000 pm. (40% enters into retirement benefits)
 - e) Medical Allowance Rs. 2,000 pm. (Actual medical expenses Rs. 20,000).

 - f) Entertainment allowance Rs. 3,000 pm. (100.3) Island to tanish of g) Children Education allowance for her two children Rs. 300 pm per children
 - h) Company's contribution to RPF Rs. 8,000 pmS
 - i) Own contribution to RPF Rs. 3,000 pm.
 - j) Interest accrued on RPF @ 11% Rs. 44,000 notismo in IsnotibbA
 - k) HRA Rs. 3,000 pm. (Rent paid Rs. 4,000 pm) q desc a sebuloni sessedorus (a
 - 1) She is provided a car above 1,600 cc along with driver for both private and official use, all expenses are met by the company lavievo ai book gnisolo (o
 - m) Professional tax of Rs. 200 pm of the employer paid by the company. OCS (0) Compute taxable salary for A.Y. 2015—16: les indisvoir xet celes erif to tuO (e emoont to mutes ent
- 8. From the following particulars of house properties of Mr. Rajesh compute his income from house property for the A.Y. 2015 – 16.

	Particulars	HP I \	HP = II	HP - III	HP	
	Municipal Rental Value	15,000	20,000	18,000	19,0	00
	Fair Rental Value	18,000	22,000	20,000	18,0	00
5.	Standard Rent	iski ibila ya .	-094.04, -19	19,000	20,0	00
	Actual Rent per month	ықра <mark>н</mark> ең үёі -	00 Ω .0№.5	1,500	1,8	00
	Local taxes paid	1,500	2,000	1,800	1,9	
	Repairs charges	ono i m agy y 9 .	5,000	2,000		Africo Joi
	Unrealised Rent (2014 -	15) –	0.000,239	1,500	2 / 2 / 2 / 2 / 2 / 2 / 2 / 2 / 2 / 2 /	To Rentin
	Vacancy period `	a ghiiШiYB via .	500 <u>0</u> , (\$1.5)	2 months	Wisa GO	To interest
	interpret	Hy Ekonomer c	-090,8:	Caractelizati		aeoran i

HP - I is used for own business, HP - II is self occupied for his own residence, HP – III is let out for business and HP – IV is let for residential purpose.

Mr. Rajesh borrows Rs. 1,00,000 @ 10%. p.a. for construction of HP - II on 1-6-2007. The construction of all the houses is completed in May 2012. Determine the Taxable Income from House Property for the A.Y. 2015 – 16.

9. Mr. Shekar presents you the Trading and P & L A/c for the P.Y. 2014 – 15. You are required to compute the business income for the A.Y. 2015 – 16.

Particulars	Amount Particulars Amount
To Opening stock	85.000 By Sales 3,94,000
To Purchases	2,40,000 By Closing Stock 1,10,000
To Wages	35,000
To Freight	14,000 and a second NAA and a constant with the second at the constant and a second at the constant at the con
To Gross Profit	1,02,000
	Compute his instance from Science of the Park of Science Computer has a second from Science of the Science of t

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In Purchluses

To Staff salary To Office rent	18,750 12,000	By Gross Profit 1,32,000 By Interest on debenture 17,800
To Audit fee	5,500	By Bad debts recovered 5,200
To Income Tax	32,000	By Sundry income 2,650
To Car expenses	15,000	By Rent from house property 90,000
To General expenses	58,650	and the second second control of the second control of the second
To Donation	2.500	199.4,00,000.
To Sales tax provision	16,000	d) D.A. Rs. 10,000 pm, (40% enters into
To Patents	30,000	o) Medical Allowanich Retizioon pmi (Ağı
To Interest on capital		i) Emertainment allowonce/Ret-3,000/an
To Depreciation on car	18,000	g). Objected Education agoivence for her:
To Net profit	23,250	fil Company's contribution to NY 1785.85
ing begins the back to be the control of the contro	,47,650	ng 000.8 en 398 brackbook 2,47,650
Additional Information:	-000.44	j) Inforest accrued on RPF @ 11% Rs. 4

- a) Purchases includes a cash payment of Rs. 30,000 est). rnq (00,8 st ARH (x
- b) Opening stock is undervalued by 15% one to you a so it believing at end (
- c) Closing stock is overvalued by 10% it value on search as the loss is one of the control of th
- d) 20% of car expenses relates to personal userg 005. eH to xultisnoisselong (m
- e) Out of the sales tax provision, sales tax of Rs. 1,250 was paid before filing the return of Income.
- f) 40% of bad debts recovered were disallowed earlier sine a grivolist entries of
- 10. Following is the Receipts and Payments A/c of Mr. Bansilal, an advocate for the year ended 31-3-2015 Municipal Repair Value 15,000 ... 20,000

Receipts	Amount	Payments	Amount
To bal, b/d	10.000	By Staff Salaries	
To Arbitration fees	2,40,000	By Professional books	18,000
To Legal fees	30,000	By Refreshment charges	6.000
To Loan from bank	25,000	By Rent of office	15,000
To Rent from property	45,000	By Telephone charges	
To Interest on bank FD	21,000	By Printing observed	18,000
To Dividend	8.000	By Printing charges	3,000
To Share of Income from HUF	1.00.000	By Electric charges	6,000
	W 41.14 4 7 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4	By Purchase of car of the	
r residente familiaria	of folial s/l _i -i		50,000
ov domátních produkti se vite o vo	Large ASSE	By Car expenses	7,000
a i i i i i i i i i i i i i i i i i i i	on san ing intercept. On san ing ing pagawa sa	By Subscription to journals	10,000
		By NSC Purchased	14,000
avjednje KV 2019 i je i -	reformanto	By B.A.R. Association fees	2,000
The second secon	and the second second	By Bal. c/d.	24,000
CHOCHERY, 2014 H. SOLYOU	4 79 000	9 (5 61)811 - FAN TREE ZEERZEFEE I	SAMON TANK
Additional Information:	77.47,844	y to compate the business (4,79,000

7000, PO, 4.

Additional Information:

- a) Half of the car expenses pertain to personal use
 b) Depreciation on car 15%, Computer 60% and books 100%
- c) 25% of telephone expenses relate to personal use
- d) Half of electric charges are for house property
- e) Gifts from clients Rs. 10,000 not included in the above account and account and account and account account
- f) Loan from bank is for personal use

Compute his income from profession for the A.Y. 2015 - 16.