

[91/A-29E] Seat No: _____

No. of printed pages: 4

SARDAR PATEL UNIVERSITY
B Com (VI - Semester) Examination
Monday, 2nd April, 2018
2.00 pm - 4.00 pm
UB06CCOM02 - Business Taxation - II

Total Marks : 60**Note:** Figures to the right indicate marks.

Q.1 (15)

(A) Write short note:

- (1) Advance Payment of Tax
- (2) Permanent Account Number
- (3) Time for Filling Return

OR

Q.1 (07)

(A) Discuss the meaning of Assessment. Discuss any two types of Assessment in detail.

(B) What is the meaning of Return of Income ? Discuss any two types of Income Tax Return in detail. (08)

Q.2 Shri TANUSH furnished the following Profit & Loss a/c for the year ended on 31-3-17. (15)

Profit & Loss A/c

Particular	Rs.	Particular	Rs.
To Sundry expenses	160000	By Gross profit	800000
To Staff salary	240000	By Discount	10000
To Interest	50000	By Bad debts recovered	
To Advertisement exp.	40000	(40% allowed as bad	
To Audit fees	10000	debts in past)	50000
To Income tax	50000	By Income Tax refund	20000
To Sales commission	30000	By Sundry incomes	100000
To Insurance premium	50000		
To Donation	35000		
To Depreciation on plants	45000		
To Rent & Taxes	80000		
To Bad debts	20000		
To General reserve	30000		
To Loss by fire	10000		
Net profit	130000		
	980000		980000

Additional informations :

- (1) He purchased a plant of Rs. 95000 which is included in a purchases of goods.
- (2) He purchased a copy right on 1-12-16 for Rs. 120000 which is included in a sundry expenses.
- (3) Own residence loan interest of Rs. 35000 included in a interest.

- (4) Advertisement expenses of Rs. 31000 paid in cash.
- (5) LIC premium Rs. 25000, Medical insurance premium Rs. 15000 included in a insurance premium.
- (6) As per Income Tax Act admissible depreciation on plans was Rs. 60000.
- (7) He received gift from his father of Rs.75000 included in a sundry incomes.

Calculate his taxable income from Business for the A.Y. 2017-18.

OR

- Q.2 Shri ANSHUL who is Doctor, He furnished the following Receipts & Payments Account for the year ended on 31-3-17. (15)

Receipts	Rs.	Payments	Rs.
To Opening balance	120000	By Staff salary	200000
To Consultation charges	290000	By Sundry expenses	250000
To Operation charges	500000	By Insurance premium	60000
To Operation theatre rent	100000	By Income tax	100000
To Sale of medicine	150000	By Interest on loan	70000
To Sale of Surgical instruments	90000	By Rent & Taxes	300000
To Gift from patients	50000	By Hospital expenses	250000
To Interest & Dividend	30000	By Donation	50000
To Drawing from PPF a/c	200000	By Drawing	100000
To Income tax refund	20000	By Audit fees	40000
		By Advertisement exp.	50000
		By closing balance	80000
	1550000		1550000

Other details :

- (1) Consultation charges Rs. 20000 was not received while hospital rent Rs. 50000 was paid in advance.
- (2) Purchases of medicine Rs. 50000 included in hospital expenses.
- (3) Purchases of surgical instruments Rs. 100000 included in a sundry expenses.
- (4) Motor expenses Rs. 60000 included in a Sundry expenses.
- (5) Driver salary Rs. 50000 included in a staff salary.
- (6) Personal insurance premium Rs. 45000 included in a insurance premium.
- (7) Opening & closing stock of medicine was Rs. 50000 and Rs. 60000 respectively.
- (8) W.D.V. of motor car as on 1-4-16 was Rs. 350000. Rate of depreciation is 20%. Motor car 60% use for the personal purpose.
- (9) Admissible depreciation on other assets was Rs. 30000.
- (10) Interest on personal purpose loan Rs. 20000 included in a interest on loan.

Calculate his taxable income from profession for the A.Y. 2017-18.

Q.3

- (A) Shri KIRTAN sold his personal use jewellery on 1-9-2016 for Rs. 8500000. He paid Rs. 500000 as brokerage out of total jewellery 80% jewellery received from his father as gift on 1-1-2014. On that date its market value was Rs. 2500000. But his father was purchased on 1-1-1990 for Rs. 86000 and remaining jewellery was purchased by himself on 30-8-2015 for Rs. 1700000. (10)

After a sale of jewellery on 1-2-2017 he purchased a residential house for Rs. 4800000 & on 15-3-2017 he invested Rs. 500000 in a 3 years NHAI Bonds.

Related Index Numbers:

1989-90 - 172 2013-14 - 939 2015-16 - 1081
2016-17 - 1125

Calculate his taxable capital gain for the A.Y. 2017-18.

- (B) Shri TAILOR sold his non agriculture land on 6-12-16 for Rs. 8000000. (05)
He paid 5% brokerage. Land was purchased on 1-4-81 for Rs. 60000. After a sale of land on 1-3-17 he purchased jewellery of Rs. 1500000 and deposited Rs. 1100000 in a 3 years NHAI Bonds.

Related Index Numbers:

1981-82 - 100 2016-17 - 1125

Calculate his taxable capital gain for the A.Y. 2017-18.

OR

Q.3

- (A) Shri KILLOL sold his residential house on 30-8-2016 for Rs. 6000000. (10)
House was purchased on 6-11-2014 for Rs. 4000000. Before the purchases residential house he sold personal use jewellery on 1-6-2014 for Rs. 8000000 jewellery was purchased during the year 1985-86 for Rs. 53200.

After a sale of residential house on 1-12-2016 he deposited Rs. 2500000 in a specified Bank for to purchase residential house and Rs. 500000 deposited in a 3 years NHAI Bonds.

Related Index Numbers:

1985-86 - 133 2014-15- 1024 2016-17 - 1125

Calculate his taxable capital gain for the A.Y. 2017-18.

- (B) Shri VINOD sold his residential house on 6-12-16 for Rs. 7000000. (05)
He furnished the following details about his residential house.

(1) Ground floor was constructed during the year 1994-95 for Rs. 103600.

(2) First floor was constructed during the year 2010-11 for Rs. 355500.

He furnished the following informations about his deposited amount.

(1) Rs. 2500000 in a specified Bank for to purchase residential house on 1-5-2017.

(2) Rs. 400000 in a 3 years NHAI Bonds on 6-11-2016.

Related Index Numbers:

1994-95 - 259 2010-11- 711 2016-17 - 1125

Calculate his taxable capital gain for the A.Y. 2017-18.

- Q.4 Shri VIKESH hold he following investments as on 31-3-2017. (15)
- (1) 12% Taxfree debentures of Rs. 70000.
 - (2) 13.5% Listed taxfree debentures of Rs. 30000.
 - (3) 11% Gujarat Govt. loan of Rs. 40000.
 - (4) 15% Less tax company deposit of Rs. 50000.
 - (5) 14% Taxable debentures of Rs. 60000.
 - (6) 7% Treasury savings certificate of Rs. 50000.

On above investments interest is due on each 1st January & 1st July. on 15-12-16 he sold 13.5% listed taxfree debentures of Rs. 20000 at 20% premium and same day he purchased 12% taxfree debentures of Rs. 45000 at 10% premium for that required amount taken from the bank at 12% interest which was repay with interest on 30-4-2017. He paid 2% of the gross interest as collection charges of interest.

Calculate his taxable income from other sources for the A.Y. 2017-18.

OR

- Q.4
- (A) Write short note : (08)
- (1) Dealer
 - (2) Business
- (B) Discuss the procedure and provision for registration. (07)