



Exam seat No. _____

B. P. COLLEGE OF BUSINESS ADMINISTRATION

(Constituent college of Kadi Sarva Vishwa Vidhyalaya)

Mid- Term Examination February 2013

BBA SEM –VI

Date: 11/02/13

SUB: Taxation- II (BBA 31)

Total marks: 40

Duration: 1.5Hrs

Q.1 Ms. Pricy purchased jewellery worth of Rs. 5,00,000 during the financial year 1998-99(**CII 161**)and sold it on 9-9-2011 (**CII 785**) for Rs. 20,00,000. On 9-3-2004 (**CII 463**), she additionally spent Rs. 3,00,000 for polishing. On 6-4-2-12 she purchased bonds of National Highways authority of India worth of Rs. 8, 00,000 and deposited Rs. 1,90,900 in Capital Gains Annual Deposit Scheme. Calculate taxability for capital gains for the financial year 2011-12.

(08)

Q.2 (A) State following statements either as **True or as False.** **(04)**

1. CII means Capital Inflation Index.
2. Exemption under section 54 D refers to purchase of House Property from short term capital gains.
3. Exemption under section 54 refers to purchase of House Property from short term capital gains.
4. Short term capital gains cannot be set off against Long-term capital gains.

Q.2 (B) Ms. Triguna bought a house property in the year 2003-04 (**CII 463**) for Rs. 37,00,000 and sold for Rs.1,36,90,000 in the year 2011-12 (**CII 785**). Cost of improvement for the financial year 2005-06 (**CII 497**) has been Rs. 6,000. Transfer charges are Rs. 300 paid by her. What shall be her taxability for capital gains for the year 2011-12? **(04)**

OR

Q.2 (B) Mr.Christian earned Rs.8,80,000 on sale of his industrial undertaking in the year 2011-12 (**CII 582**). He had purchased these during 2000-01 (**CII 406**) for Rs.1,14,000. What shall be the taxability of capital gains if the transaction is subject to STT? **(04)**

Q.3 Mr. Firoz Khan bought a house in the year 1989-90(**CII 161**) for Rs. 6, 98,000 and sold it in the year 2011-12(**CII 785**) for Rs.89,00,000. He bought another house of Rs.75,00,000 in the same year from the same amount. Calculate taxability of capital gains for the year 2011-12. Had there been any change in the answer if he had invested the same amount in agricultural land on the date of transfer? **(08)**

OR

Q.3 Explain section 54 with an appropriate example. **(08)**

Q.4 Write notes on: **(08)**

1. Indexed cost of acquisition
2. Indexed cost of improvement

OR

Q.4 Explain section 54 F with an appropriate example. **(08)**

Q.5 Explain section 54 B with an appropriate example. **(08)**

OR

Q.5 Explain section 54 EC with an appropriate example. **(08)**