



B. P. COLLEGE OF BUSINESS ADMINISTRATION

(A Constituent college of Kadi Sarva Vishwavidyalaya)

MID SEM Examination – September – October 2013

Date: 01/10/13

BBA SEM –V

Total Marks: 60

Roll No.....

SUB: TAXATION - I (BBA25)

Duration: 3 hrs

Instructions :

- Show each calculation in separate working note.
- Calculate each question in standard format only.

Q.1 Mr. Kenny provides following details about his stay period at the different places at the different places of the world. Find out his Residential Status for the previous year 2012-13. (12)

- South Africa – 1/3/2000 to 3/1/2001
- India – 3/1/2000 to 6/9/2003
- Pakistan – 6/7/2003 to 11/1/2004
- Japan - 11/1/2004 to 17/ 8/2004
- India – 17/8/2004 to 31/5/2006
- Chicago – 31/5/2006 to 21/11/2007
- India – 21/11/2007 to 4/5/2009
- China – 4/5/2009 to 1/5/2011
- India – 1/5/2011 to 30/7/2012
- U.K. – 30/7/2012 to 1/12/2012
- India – 1/12/2012 to 1/6/2013

Q.2 (A) True or False (06)

1. Payment of Gratuity Act, 1972
2. A person must have stayed for the minimum period of `182 days in India during previous year to be Resident.
3. Dearness Allowance is fully taxable.
4. HRA means House Rent Allowance.
5. Rent Free Accommodation to a high court judge is not taxable.
6. CCA means City Compensatory Allowance.

Q.2 (B) Distribute the following income according to Residential Status Types. (06)

1. Received Rs.10, 000 in India from Singapore.
2. Received Rs.50, 000 in Singapore from India.
3. Earned Rs.15, 000 as dividend from Indian Company.
4. Received Rs.100000 from U.S. on a sale of property there.
5. Received Rs.200000 during preceding previous year abroad and brought to India during previous year.
6. Received Rs.800000 at Zimbabwe from the business controlled from India.

OR

Q.2 (B) Prepare salary sheets for the financial years 2011-12, 2012-13, and 2013-14, on the basis of available information.

- Date of Joining – 15/8/2010
- Pay Scale – 40000 – 1500 – 50000
- Dearness Allowance – 2011-12 50%, 2011-12 70%, 2011-12 80% .

(06)

Q.3 Prepare a statement of income for the financial year 2012-13 on the basis of the following details.

- Date of Joining – 1/10/2010
- Pay Scale – 30000 – 3000 – 40000 p.m.
- Due date: April 2012 to November 2012, Last date of the same month
- Due date: December 2012 onwards, First date of the next month
- Dearness Allowance – 7000 p.m.
- House Rent Allowance – 5000 p.m.
- Rent – June 2012 to January 2013, 1000 p.m.
- Medical Allowance – 500 p.m.
- Servant Allowance – 100 p.m.
- City Compensatory Allowance – 500 p.m.

(12)

OR

Q.3 Write an example and exceptions of Basic and Additional conditions of Residential Status.

(12)

Q.4 Mr. Zunzunwala is working as a private sector employee at Ahmadabad (population being above 25 lacs) with the monthly salary of Rs.70000. (Due date: Last date of the same month) He has been provided a rent free accommodation by his employer between 1/6/2011 to 31/12/2012. The accommodation has furniture of Rs.100000 (Actual Cost). Dearness Allowance is 50%. Over Time Allowance is 100 p.m., Project Allowance is 450 p.m. Bonus p.m. between April 2012 to September 2012 has been 3% on Salary and Dearness Allowance. Prepare a statement of Income under the head salary for the financial year 2012-13.

(12)

OR

Q.4 Miss Sheikh Baanu Bikaneri retired after 25 years, 8 months with the salary of Rs. 70000 (inclusive of 60% Dearness Allowance) as a private sector employee in the month of December 2011. She claims following income for the financial year 2012-13.

- Salary p.m. – 50000
- Dearness Allowance p.m. – April 2012 to June 2012, 60%, August 2012 onwards, 85%
- Commission – 10000 p.m.
- Gratuity from previous employer – 490000 (Due Date:1/10/2012 to be covered under payment of gratuity act, 1972)
- Pension from previous employer - 500000 (Due Date:1/15/2012)
- Commuted at 40% on 1/11/2012
- Pension p.m. 20000
- She uses her own motor car (above 1.6 liters c.c.) for official as well as private purpose for which her employer contributes Rs. 7000 p.m. Her contribution is Rs. 1500 p.m.

Prepare a statement of Income under the head salary for the financial year 2012-13.

(12)

Q.5 Attempt with appropriate examples (any three).

(12)

1. Assessment Year, Previous Year
2. Rent Free Accommodation
3. Motor Car
4. Incidence of Tax
5. Fully Taxable allowances
6. Gratuity and Pension