

Seat No. : \_\_\_\_\_

# AD-121

April-2023

Int. MBA, Sem.-IV

Direct Taxes – II

Time : 2:30 Hours]

[Max. Marks : 70

- Instructions :** (1) Show necessary calculations as the part of your answer.  
(2) Use of non-scientific calculator is allowed.  
(3) The relevant Previous Year is 2021-22 and relevant Assessment Year is 2022-23, unless specifically mentioned.

1. Attempt any **two** : 14
- (A) In which cases, an individual is assessable in respect of income of his minor child ? When clubbing provision is not applicable ? Is there any exemption available to the individual ?
- (B) What is the treatment of set off and carry forward of 'business loss other than speculation loss' ?
- (C) Write important provisions of Section 73.
2. What are the instances when the income is held as 'Agricultural Income' and what are the instances when the income can be held as 'Non-agricultural Income' ? 14

**OR**

Sunil, a resident in India, is a person with severe disability. He provides the following particulars of his incomes and payments for the assessment year 2022-23. 14

Particulars	₹
Taxable salary income	3,60,000
Interest on debentures	56,000
Gross interest on Bank Fixed Deposits	1,45,000
Interest on Bank savings bank account	15,000
Donation to Clean Ganga Fund	5,000
Donation to approved charitable trust	56,000
Premium on Mediclaim policy [self]	12,000
Medical treatment expenses of his father [age 62 years] who is also a person with disability [with 50% disability] and is dependent on him	25,000
Deposit made in PPF	30,000

Compute the net income of Mr. Sunil for the assessment year 2022-23.

3. Write a note on any **two** : 14
- (A) Updated Return  
 (B) Summary Assessment  
 (C) Self Assessment

4. Mrs. Komolika, Resident, aged 54 years is employed on a monthly salary of 35,100 in Bombay. She is getting entertainment allowance of ₹ 93,600 per year from her employer since 1996. Following are other particulars about her income : 14

- (1) Her contribution to recognised provident fund amounted to ₹ 42,120.
- (2) Her employer contributes the same amount.
- (3) Interest credited to P.F. at the rate of 8% per annum amounted to ₹ 78,000.
- (4) She is provided a rent free unfurnished house which is owned by her employer having municipal valuation of ₹ 10,00,000.
- (5) She is also provided with a cook and watchman by his employer whose annual remuneration is ₹ 2,69,360.
- (6) She gets a conveyance allowance of ₹ 975 per month which is spent in performance of official duties.
- (7) She took an interest free loan of ₹ 16,25,000 from her employer on 01-10-2021 to purchases a car. No amount has been repaid till 31.3.2022.

Bank	Interest rates as on 1.4.2021
State Bank of India	8%
Axis Bank	10%
ICICI Bank	9.5%

- (8) During the previous year she paid ₹ 3,900 as professional tax.
- (9) The life insurance premium is ₹ 10,400 on the policy of ₹ 35,00,000.
- (10) She paid ₹ 2600 by cheque as premium for health insurance of her spouse.
- (11) She donated ₹ 20,800 to National Foundation for Communal Harmony.
- (12) She donated ₹ 5200 to a University which has been declared to be of national eminence.
- (13) She donated ₹ 78,000 to an approved charitable institution.
- (14) She sold 500 shares on 25.3.2022 for ₹ 57,900 through a recognised stock exchange which were purchased by her in 1980 for 15,000. The fair market value of the shares as on 1.4.2001 and 31.1.2019 was ₹ 6,000 and ₹ 60,000 respectively.

Find out taxable income and tax liability of Mrs. Komolika for the assessment year 2022-23.

5. Attempt any **two** : 14
- (A) Discuss section-194 for Dividends (TDS).  
 (B) Discuss section 194 D for Insurance Commission (TDS).  
 (C) Discuss the computation of Advance Payment of Tax in detail.