

Seat No. : _____

AB-162

April-2019

SY MBA Integrated, Sem.-IV

Direct Taxes – II

Time : 2:30 Hours]

[Max. Marks : 70

1. (a) Answer the following : (any two) 7
1. Discuss the provisions of Income of Minor Child under Income tax Act.
 2. Explain the provisions of set off and carry forward of losses under the head capital gains.
 3. What are the provisions of inclusion of income of wife of an assessee in his total income ?
- (b) Mr. Anuj, a resident individual, submits the following information, relevant for the previous year ending March 31st, 2018. 7

Income from salary	1,30,000
House - I	1,06,000
House -II	-1,25,000
House - III [self occupied]	-1,05,000
Business - I	1,08,000
Business - II	-1,06,000
Business - III [speculative]	-1,32,000
Business - IV [speculative]	1,18,000
Short term Capital Loss	-1,30,000
Long term capital gain on sale of Gold	1,27,000
Income from card game	1,13,000
Income from betting	1,12,000
Loss from lottery	-20,000
Loss on maintenance of race horses	-1,23,000
Income from owning and maintain race camels	1,90,000

Determine the net Income for the assessment year 2018-19, assuming that the last year loss on long term capital asset is ₹ 7,000 and house property loss is 8,000.

2. Mr. Aahan, a resident individual, submits the following particulars of his income for the previous year 2017-18. 14

Business Income	6,83,000
Interest on debentures	49,000
Long term capital gain on gold	4,10,000
Short term capital gain under section 111A	20,000
Other short term capital gain	10,000
Contribution towards PPF	1,50,000
Payment of medical insurance premium on own life	30,000
Donation by cheque to Clean Ganga fund	4,000
Donation by cheque to Swachh Bharat kosh	3,000
Donation by cheque to Rajiv Gandhi Foundation	1,000
Donation by cheque to the Prime Minister's Drought Relief Fund	5,000
Donation by cheque to approved Charitable institution	1,10,000
Donation by cheque to a poor boy for higher education	5,000
Donation of clothes to an approved institution	12,000
Donation by cheque to a charitable institution for construction of a rest house only for particular religious community	8,000
Determine the net taxable Income of Mr. Aahan and his tax liability for Assessment year 2018-19.	

OR

Answer the following : (any **two**)

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1. Deduction under section 80TTA and Deduction under section 80U
2. Define Agricultural Income and list down non- agricultural income.
3. Compute tax liability from the following information:

Mr. Ajay had Gross total income ₹ 10,00,000 which includes long term capital gain ₹ 50,000 and agricultural Income ₹ 1,50,000. He invests ₹ 1,50,000 under section 80C, ₹ 25,000 under 80D and 30,000 under 80E.

3. Answer the following : (any **four**)

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1. Self assessment
2. Revised Return
3. Permanent Account number
4. Due dates of filling the income tax return
5. Belated return

4. From the following details and information, compute the total income and tax liability of Mr. Vihan, an individual assessee aged 41 years, for assessment year 2018-19. **14**

Profit and loss account for the year ending March 31st, 2018

Particulars	Amount	Particulars	Amount
Drawings for house hold expenses	4,00,000	Trading Profits	22,60,000
Life insurance premium	65,000	Rent from the portion let	4,80,000
Staff salary, bonus etc.	6,30,000	Interest on fixed deposit with bank	70,000
Contribution to PPF	10,000	Income from units of UTI	15,000
Depreciation on fixed assets	90,000	Gold coins received on diwali 2017 from a family friend Robin	46,000
Advertisement expenses	25,000		
Printing and stationery	30,000		
Interest on loan	40,000		
Net profit	15,81,000		
	28,71,000		28,71,000

Additional information :

1. Depreciation as per Income tax Act is ₹ 1,10,000.
2. Value of gold coins given in profit and loss account is cost of the gold coins purchased by Robin in 1999. However, the fair market value of these coins on Diwali 2017 and March 2018 is ₹ 1,40,000 and ₹ 1,55,000 respectively.
3. Interest on loan was on account of ₹ 4,00,000 loan taken in June 2017 for the purpose of buying shares from public limited company. The company did not declare any dividend after the purchase of shares by Vihan.

5. Answer the following :

1. Distinguish between TDS and TCS and advance tax. **6**
2. Explain TDS under section 194 J relating to TDS on fess for professional or Technical services. **8**

OR

From the following particulars submitted by Mr. Justin, ascertain the advanced tax payable during the financial year 2018-19. **14**

Particulars	Income	TDS
Salary	2,00,000	6,000
Rent at ₹ 20,000 per month	2,40,000	24,000
Long term capital gain on sale of shares on June 1 st , 2018	1,25,000	–
Winning from a TV game show	10,000	3,000
Winning from lottery	5,00,000	1,50,000
Winning from races	50,000	15,000
Bank Interest	80,000	8,000
Dividend from foreign companies	70,000	–
Agricultural Income in India	85,000	–

Mr. Justin has contributed ₹ 13,600 towards recognised provident fund. All winnings are received prior to June 15th, 2018.