

sales consideration. Out of the sale consideration he invested Rs. 7,35,000 on the construction of a residential house which was completed before 30-06-2016.

Compute the taxable amount of Capital Gains of Mr. Bhandari for the A.Y. 2016-2017 assuming that he does not own any other residential house.

#### **Unit IV**

7. What are the payments on which Tax is deducted at source ?
8. What are the salient features of assessment of Joint Stock Companies ?

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**CC-365**

**M.B.A. EXAMINATION, May 2018**

(Fourth Semester)

(Main & Re-appear)

**CORPORATE TAXATION**

**FM09**

*Time : 3 Hours]*

*[Maximum Marks : 70*

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Before answering the question-paper candidates should ensure that they have been supplied to correct and complete question-paper. No complaint, in this regard, will be entertained after the examination.

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**Note :** Attempt *Five* questions in all, selecting at least *one* question from each Unit. All questions carry equal marks.

#### **Unit I**

1. Income tax is charged on the Income of the “previous years”. Do you fully agree with this statement ? If not what are the exceptions ?

2. What are the different categories into which the assesses are divided with regard to residence ? Given brief account of each of them.

## Unit II

3. Discuss the fully tax free allowances.
4. For the assessment year 2016-17, computes incomes from House Property on the basis of the following information :

Municipal values of the house 40,000

Municipal Tax Paid 8,000

House was self occupied. It contains two units. But one unit of the house was let out @ Rs. 1, 500 p. From 1.10.2015. In respect of the house the following expenses were incurred :

Fire Insurance Premium 800

Ground Rent 1,000

Land Revenue 1,200

A Loan of Rs. 40,000 was taken on April 1, 2011 @ 15% p.a. for the construction of this house. The house was completed on 31.05.2013 and only half the loan was repaid till 31.05.2015. Sh. Kali Charan has taken a house for his residence at Bilaspur at Rs. 4,000 per month as rent. He contributes 12% of his Basic pay and Dearness pay to his Recognized Provident Fund and the employee also contributes a similar amount.

Compute the Taxable Salary of Sh. Kali Charan for the A.Y. 2016-17.

## Unit III

5. What are the kind of assets for computing depreciation under the Income Tax Act.
6. On 1.8.1977 Mr. Bhandari purchased a plot for Rs. 40,000. The fair market value of the plot on 1-4-1981 was Rs. 80,000. On 3-8-2015 Mr. Bhandari sold the plot for Rs. 15,00,000 and paid brokerage etc. @ 2% on