

Q-1 A] Select correct alternative and rewrite the sentence

(05)

- Total income of a person is determined on the basis of his:
  - Resident status in India
  - None of these
  - Citizenship in India
  - both of the above
- Municipal valuation of the house is Rs.1,00,000 fair rent Rs.1,20,000, standard rent RS.1,00,000 & actual rent received or receivable is Rs. 1,40,000. The Gross Annual Value in this case shall be
  - Rs.1,10,000
  - Rs.1,40,000
  - Rs.1,20,000
  - None of the above
- Which of the following tax as a deduction while computing the business income?
  - Wealth tax
  - Sales tax
  - Income tax
  - None of the above
- Gift received by an individual Rs.70, 000 from his Mother shall be.
  - Fully Exempt
  - Fully taxable
  - Exempt up to Rs.50,000
  - None of the above
- Deduction u/s 80 U in case of person with disability is allowed to
  - Any individual who is citizen of india
  - any individual assessee
  - an individual who is resident of india
  - none of the above

b] State whether the following statement is TRUE / FALSE and rewrite the sentence

(05)

- Deduction u/s 80C is allowed from gross total income.
- Uncommuted pension received by a govt. employee is exempt.
- Agricultural income from Rajasthan is taxable.
- Mediclaim insurance premium must be paid by cross cheque
- Interest on debentures from Indian company is fully exempt.

C] Match the following

(05)

Group "A"

Group "B"

- |                                 |                           |
|---------------------------------|---------------------------|
| 1. Standard deduction           | a] Taxable income         |
| 2. Advance salary               | b] Winning from card game |
| 3. Handicapped assessee         | c] Arrears of Rent        |
| 4. Interest on Educational loan | d] Deduction U/s 80 U     |
| 5. Causal income                | e] Deduction U/s 80 E     |
|                                 | f] Deduction U/s 80 DD    |

Q-2 Mr. Gavendra had the following incomes during the previous year 2015-16.

(15)

- |  |        |
|--|--------|
| 1. Professional fees received in India for three months                    | 39,000 |
| 2. Payment received in UK for services rendered in India                   | 28,000 |
| 3. Income from business in Bangladesh being controlled from India          | 17,000 |
| 4. Income from agriculture in Japan  | 16,000 |
| 5. Interest received in Paris in respect of securities in German companies | 25,000 |
| 6. Amount brought into India out of past untaxed profits earned in Germany | 34,000 |
| 7. Dividend on shares from Indian companies                                |        |
| a. Received in India   | 10,000 |
| b. Received Abroad   | 15,000 |
| 8. Profit from business in Mumbai controlled from Karachi.                 | 25,000 |

You are required to compute his total income if he is i] Ordinary Resident ii] Not Ordinary iii] Non Resident of India.

OR

Q-2 Shrikanth comes to India for the first time on August 10, 2014. he stay in India upto September 10, 2015, first at Delhi and then Madras Determine is residential status for the assessment year 2016-17 on the assumption that he does not keep books of accounts.

(15)

Q-3 The following are the particulars of the income and expenses of Prof. Frank, employed at MIT College, Pune, for the year ended 31<sup>st</sup> March 2016:

1. Gross salary Rs.25,000 per month.
2. Rent free bungalow, perquisite value of which is of Rs.60,000 per annum.
3. Leave salary Rs.12,000.
4. Bonus Rs.20,000.
5. Arrears of salary of last three years Rs.2,00,000.
6. Professional tax deducted of Rs.200 per month, from salary.
7. Examiner ship remuneration from his college Rs.6,000.
8. He received Rs.5,000 as examiner from Mumbai University.
9. He has spent Rs.4,400 for the purchase of books for the purpose of his employment.

Compute his income from Salaries for the assessment year 2016-17.

OR

Q-3 For A. Y. 2016-17 Mr. Anurag provides following information ;

Particulars	House 1	House 2	House 3
Municipal lettable value	1,20,000	3,25,000	60,000
Standard Rent	1,40,000	3,00,000	-----
Expected fair Rent	1,30,000	3,30,000	66,000
Rent Received per month	12,000	25,000	4,800
Vacancy	2 Months	1 Month	3 Months
Municipal tax paid during 2015-16			
> For 2014-15	1,000	15,000	5,000
> For 2015-16	5,000	-----	6,000
Municipal Tax outstanding for 2015-16	7,000	15,000	-----
Interest on Loan (including Penal Interest Rs.2,000)	-----	36,000	-----

Q-4 The following is the Profit and Loss A/c of Mr. Smit for Financial Year 2015-16 (15)

Particulars	Rs.	Particulars	Rs.
To Opening Stock	15,000	By Sales	80,000
To Purchases	45,000	By Closing Stock	20,000
To Wages	20,000	By Gift from Father	20,000
To Rent	6,000	By Profit on sale of old motor car	17,000
To Motor Car Expenses	3,000	By Income Tax Refund	3,000
To Medical expenses	3,000		
To Wealth Tax Paid	2,000		
To General Expenses	10,000		
To Depreciation on Car	4,000		
To Advance I.T. Paid	1,000		
To Know-how written off	5,000		
To Profit for the year	26,000		
Total	1,40,000	Total	1,40,000

**Additional Information :**

1. Mr. Smit carries on business from rented premises, half of which is used as his residence.
2. Medical expenses were incurred during the sickness of Mr. Smit for his treatment.
3. Purchases include Rs.5,000 advance to suppliers in March against goods to be delivered in April. Calculate Income from Business Profession.

OR



Q – 4 Mr. Romeo provides the following information for the previous year 2015-16 (15)

1. Income from units of Unit Trust of India Rs.2,000.
2. Dividend on shares of foreign co. held as stock in trade Rs.14,000.
3. Interest on Debentures held as stock in trade Rs.9,500.
4. Interest on Deposits with Bank Rs.4,000.
5. Interest on deposit with Hindustan Lever Ltd. Rs.3,000.
6. Winning from lotteries Rs.8,000 and expenses incurred to realize the lottery prize of Rs.200.
7. Refund of share application money Rs.10,000.
8. Received Rs.10,000 from LIC on maturity of policy.
9. Interest on P.P.F. account with State Bank of India Rs.250.
10. Interest on NSC Rs.2,400.
11. Interest on Gold Deposit scheme 2000 Rs.6,400.

Calculate income under the head of "Income from Other Sources"

Q – 5 A] Write any five taxable and taxfree perquisites in income from salary (08)

B] Give format of House property. (07)

OR

Q – 5 Write short note (any 3) (15)

1. Conditions to become ordinary resident of India
2. Any five Disallowed expense in Business profession
3. Pension U/s 10(10A)
4. Deduction U/s 80 D
5. Deduction U/s 80 E