

VCD 11/10/19

CLASS: S.Y.B.A.F  
SEM IV ATKT

SUBJECT: DIRECT TAX

MARKS: 75

Q1.(A) State whether the following statement are true or false :( any 8) (marks 8)

1. The first due date for payment of advance tax for company is 15<sup>th</sup> June.
2. Rebate u/s 87A is applicable to Resident only.
3. In case of book loss the maximum allowable remuneration to working partner will be RS 3,00,000.
4. Income tax rate for long term capital gain is 20%.
5. Income tax rate for partnership firm is 30%.
6. House Property unabsorbed losses cannot be carried forward.
7. Remuneration received to partners from partnership firm is taxable in income from business and profession.
8. Surcharge is applicable @10% to individual where the total taxable income is between 50 lakh to 100 lakh.
9. TDS under section 194 I is deducted @10%
10. Speculation loss can not be set off against all income.

(B) Match the column:(any 7)

(marks 7)

COLUMN "A"	COLUMN "B"
<ul style="list-style-type: none"><li>• Due date of return of income for company</li><li>• Loss from house property</li><li>• Interest U/s 234A.</li><li>• TDS on commission</li><li>• Dividend from Indian Company</li><li>• Unilateral relief</li><li>• Interest on partner's capital</li><li>• Income of minor child</li><li>• Unabsorbed depreciation</li><li>• last due date of payment of advance tax</li></ul>	<ul style="list-style-type: none"><li>• 15<sup>th</sup> March</li><li>• Exempt upto 1,500 per minor child.</li><li>• 10%</li><li>• Exempt U/s 10 (34)</li><li>• 1% every month</li><li>• 12%</li><li>• Carry forward for unlimited period.</li><li>• 30<sup>th</sup> September</li><li>• Carry forward for 8 years</li><li>• 5%</li><li>• No agreement between two countries</li></ul>

**Q2.** Amar, Akbar, Anthony are the partners in MKN Enterprises. They furnish the following information for the year ended 31<sup>st</sup> march, 2018: (15 marks)

**Profit and loss account for the year ended 31<sup>st</sup> march, 2018**

Particular	Amount	Particular	Amount
To Wealth Tax	24,000	By Gross profit	13,60,000
To Income Tax	1,80,000	By Gift from Friends	80,000
To Partners drawings	96,000	By Discount received	2,20,000
To Traveling expenses	1,00,000		
To Audit fees	80,000		
To Rent	40,000		
<b>To remuneration to partners:</b>			
Amar:	1,60,000		
Akbar:	3,20,000		
Anthony:	3,20,000		
	8,00,000		
To Interest to partners	1,80,000		
To Net profit	1,60,000		
	<u>16,60,000</u>		<u>16,60,000</u>

**Additional information:**

Amar is non-working partner. Akbar looks after Marketing and Anthony is in-charge of Production department. From above information, Calculate the taxable income of the firm and Tax liability for the assessment year 2018-19.

OR

**Q.2** From the following Profit and Loss account of a Partnership Firm, Compute tax liability of the firm For A. Y. 2019-20. (15 marks)

Particulars	Amount	Particulars	Amount
To Purchases	1,35,000	By Sales	30,00,000
To General Expenses	7,35,000	By Interest on FDs	30,000
To Depreciation	2,20,000	(Net, TDS Rs. 5,000)	
To Interest to Partners	2,00,000		
To Salaries to Partners	5,50,000		
To Net Profit	1,90,000		
	<u>30,30,000</u>		<u>30,30,000</u>

**Other Information:**

1. Depreciation allowed as per Section 32 is Rs.1,70,000
2. Purchase includes a bill from supplier for Rs. 40,000 which was paid in cash.
3. The firm has 3 partners A, B and C. they share profits in the ratio 2:1:1. C is sleeping partner.
4. Interest is paid to partners @ 20% p.a. and authorized by partnership deed.
5. Salaries authorized by partnership deed are paid to all partners equally.



**Q3 (A).** From the following information find out the amount of Advance Tax Payable during the year 2017-18 of Mrs Priya who is resident individual. **(08Marks)**

1. Income from salary Rs. 6,00,000
2. Income from let out house property(Gross) Rs.6,40,000 (Municipal Tax Paid Rs 40,000)
3. Tax Deducted at source Rs. 30,000

**Q3 (B)** The shareholding of Mr Patil and Mrs Patil in ABC Ltd. Is given as follows:

**(07 Marks)**

1. Shareholding of Mr. Patil :10%
2. Shareholding of Mrs. Patil :5%
3. Shareholding of Mr. Naresh Patil brother of Mr.Patil :8%
4. Shareholding of Mr.Rajaram Vartak, father of Mrs. Patil :15%

Mr.Patil and Mrs Patil are employed with ABC Ltd. None of them hold technical qualification. Mr Patil gets salary @ Rs.70,000 P.M. and Mrs.Patil get @ 40,000 P.M.

Income from other source :

1. Mr. Patil earned Interest on debenture Rs.4,00,000
2. Mrs Patil earned interest on security Rs.5,00,000

**Compute total income of Mr and Mrs. Patil for assessment year 2018-19**

**OR**

**Q3.** Mrs. Rashmi, an individual submit the following information relevant for assessment year 2018-19: **(15 Marks)**

Particular	Amount
<b>Income from Salary</b>	Rs 6,00,000
<b>Income from House Property:</b>	
House -1: (Income)	Rs 40,000
House -2 : (Loss)	Rs 21,000
House -3:(Loss)	Rs 7,500
<b>Income from Business :</b>	
Business -1(speculative)-Profit	Rs 36,000
Business-2(speculative)-Loss	Rs 30,000
Business-3(Non-speculative)-Profit	Rs.1,00,000
Unabsorbed depreciation of P.Y.2017-18	Rs.35,000
<b>Capital Gain:</b>	
Short term capital loss	Rs40,000
Long term capital gain	Rs.60,000
<b>Income from other source:</b>	
Winning from card game	Rs.50,000
Loss on maintenance of horse race	Rs.1,20,000
Profit on maintenance of camels race	Rs.1,00,000

**Calculate the total taxable income for the assessment year 2018-19**

**Q4.** Mr. Soham is physically disable person (46%) has earn following income for the previous year 2017-18, which are as follows: **(15 Marks)**

Particulars	Amount
• Income from Business	8,00,000
• Short term capital gains (house)	2,50,000
• Income from House property	1,00,000
• Long Term capital gains	70,000
• Short term capital gains(equity shares)	40,000
• Interest on bank Fixed deposit	10,000
• Winning from lottery	25,000
• Income from salary	10,00,000
• He invested NSC	1,25,000
• TDS on interest on bank Fixed deposit	2,000

**Compute his Taxable Income and Income Tax for the Assessment year 2018-19.**

**OR**

**Q4(A)** Mr. Amar who is a professional having tax liability for the financial year 2017-18 Rs.15,000. The due date of filling of return of income in his case is 31<sup>st</sup> July,2018. On 1<sup>st</sup> August,2018, he paid Rs. 15,000 and filed the return of income. Is he liable to pay interest U/s 234A and 234B?

If yes, calculate the same.

**(08 Marks)**

**Q4.(B)** Satvik is wholesale trader is subject to tax audit. State whether tax deduction at source provisions are attracted for the below said expenses incurred during the financial year 2017-18. **(7 Marks)**

1. Interest paid to Mr. Anil Rs.2,00,000
2. Contract payment to Mrs Prachi (3 contract of Rs24,000 each) Rs.72,000
3. Shop rent paid (one Payee) Rs3,00,000
4. Commission paid to Ravi Rs.40,000
5. Paid directors sitting fees to director Mrs Meeta Rs 2,00,000
6. Brokerage paid to Mr Paresh ,a broker Rs.40,000
7. Advertisement expenses to Mr Parvesh Rs. 80,000

**Q5. (A)** Set off and carry forward of losses of Income From House Property and Capital Gains **(8 Marks)**

**(B)** Provision of clubbing of income from minor child (section 64(1A) ) **(7 Marks)**

**OR**

**Q5. Short Note (any 3)**

**(15 Marks)**

1. Belated Return
2. TDS on Rent Paid
3. Tax Slab rates for Super Senior Citizen
4. Double taxation relief
5. Instalment of advance tax and due date