

05/04/23

Q.1(A) State whether True or False. (Any 8)

(8Marks)

- 1) Assessment Year always indicates a period of twelve months.
- 2) The concept of tax planning is very well accepted by the Judiciary of India.
- 3) Business loss is not eligible for set off against income from salaries.
- 4) Income on which tax has been paid in foreign country is eligible for claiming relief u/s 91.
- 5) There can not be a loss under the head 'Salaries'.
- 6) Tax is deductible on rent for furniture and fittings.
- 7) Unabsorbed loss from house property can be carried forward for 8 years.
- 8) Interest on capital is allowed to be deducted @12% p.a. from the book profits.
- 9) Tax evasion creates sense of injustice in the minds of honest tax-payers.
- 10) Every person doesn't have to pay Income Tax.

(B) Fill in the Blanks. (Any 7)

(7Marks)

- 1) Deduction u/s 80C is allowed to the maximum limit of
(a) Rs.150,000 (b) Rs 70,000 (c) Rs 30,000 (d) Rs.50,000
- 2) The income of minor child shall be clubbed in the hands of _____
(a) Mother (b) Father (c) grandparents (d) the parents whose total income is greater
- 3) Exemption of _____ will be available to the parent for minor's income clubbed with the parent.
(a) ₹ 1500 (b) ₹5000 (c) ₹15000 (d) ₹100000
- 4) _____ aims to prevent tax avoidance by diversion of income.
(a) Double Taxation (b) DTAA (c) Clubbing of income (d) Both (a) & (c)
- 5) Speculation loss can be set off against _____
(a) Short term capital gain (b) Speculative income (c) Both (a) & (b) (d) income from Salary
- 6) Unabsorbed Capital loss can be carried forward up to _____ succeeding year.
(a) 4 (b) 6 (c) 8 (d) 10

7) _____ means taxing the same income twice in the hands of an assessee.

- (a) Clubbing of income (b) Double Taxation (c) tax evasion. (d) All of these

8) TDS applicable on commission is _____ %

- (a) 15 (b) 2 (c) 5 (d) 20

9) First due date of payment of advance tax of individual is _____

- (a) 15th September (b) 15th June (c) 15th December (d) 15th January

10) Claiming personal expenditure as business expenditure is called _____

- (a) Tax Planning (b) Tax Management (c) Tax Avoidance (d) Tax Evasion

Q.2.(A). Mr. Milind Deshmukh works with the Central Railway. He gives you the following information for the year ended 31st March 2022. **(15Marks)**

Basic Salary ₹50,000 per month

Dearness Allowance ₹15000 per month

Received Arrears of salary ₹40,000

Conveyance Allowance received (amount spent ₹18,000) - ₹25,000

Re-imbursement of medical expenses in Government Hospital - ₹48,000

Profession tax deducted from salary ₹2500 per annum

Other information:

Interest received from Government securities ₹25,000

Royalty received ₹60,000

He paid by cheque Mediclaim premium of ₹18000 on health of himself, spouse and children. He had taken loan from SBI for higher education of his son who is pursuing MBA with Mumbai University. During the year 2021-22 he paid ₹60,000 as interest on this loan.

Compute his taxable income and Tax for the Assessment year 2022-23

OR

Q.2.(B) Mr. Harsh Bansode works with the Government of Maharashtra. He gives you following information for the year ended 31st March 2022. **(15Marks)**