

SVKM's NMIMS
NMIMS – GLOBAL ACCESS SCHOOL FOR CONTINUING EDUCATION

Programme: DFM/PGDFM

Examination: April 2018

Subject: Corporate Taxation – Direct and Indirect

Semester: II

Course : New

Marks : 70

Date: 22.4.2018

Time: 11.00 a.m. to 2.00 p.m.

Instructions:

1. Answer to each new question to be started on a fresh page.
2. Figures in bracket indicate full marks.

Q.1) Attempt any 2 out of 4

(Marks: 2X5=10)

- a) Explain the Income Concept as per Section 2(45)
- b) How are companies classified for Income Tax purpose? What is Company ?
- c) What are the provisions for determining residential status of an individual Assessee?
- d) Who is a Person in Income Tax Act sec 2(31)

Q.2) Write Short Notes on any 2 out of 5

(Marks: 2X5=10)

- a) Explain the concept of Assessment Year u/s 2(9)
- b) What is Agricultural Income u/s 2(1A)
- c) Which are the main sources of Gross Total Income u/s 14
- d) Specify 2-3 examples of Value of Benefits to Employee for Transfer of Movable Assets
- e) Explain Medical Facilities provided to Employee as part of CTC w.r.t. Proviso Sec 17(2)

Q.3) Attempt any 3 out of 5

(Marks: 3X10=30)

- a) Explain the Travel Concession w.r.t. LTA for a Salaried Employee u/s 10(5)
- b) Describe about HRA u/s 10 (13A)
- c) Explain the concept of Composite Rent
- d) Explain the concept of 'Loss from House Property'
- e) Describe about the concept of 'Block of Assets' in Income Tax

Q.4) Attempt both the questions

(Marks: 2X10=20)

a)

R is employed in a public company and is paid a sum of Rs. 7,00,000 on voluntary retirement from service. The normal age of retirement in the company is 60 years and R who was 46 years at the time of retirement had completed 22 years of service. His monthly salary at the time of retirement had completed 22 years of service. His monthly salary at the time of retirement was as follows:

Basic pay	Rs. 10,000
Dearness Allowance (40% includible for pension)	Rs. 7,000
HRA	Rs. 4,000
Conveyance allowance	Rs. 1,000

What is the amount of compensation taxable under the Income Tax Act?

b)

Find the Gross Annual Value in the case of the following properties:

	(1)	(2)	(3)	(4)	(5)
Municipal value	52,000	1,00,000	60,000	75,000	1,80,000
Fair rent	60,000	1,02,000	68,000	70,000	1,55,000
Standard rent	NA	90,000	70,000	60,000	1,75,000
Actual rent receivable	55,000	95,000	72,000	72,000	1,68,000
Unrealized rent	-	-	5,000	-	42,000
Period of vacancy	-	-	-	8 months	1 month

Rent Control Act is Not Applicable.
