



JC-161100010603

Seat No. _____

B. B. A. (Sem. VI) Examination

August - 2019

Tax Planning & Management

(New GST)

Time : $2\frac{1}{2}$ Hours]

[Total Marks : 70

- Instructions :** (1) All questions in this paper are compulsory.
(2) Each question carries 14 marks.

- 1 Find out the taxable capital gain for the A.Y. 2018-19 14
from the details given below by Mr. Naseer :

Assets	Date of purchase	Purchase price Rs.	Sales price Rs.	Sales expenses Rs.	Relevant index numbers
Land	1-1-'03	4,00,000	12,98,200	15,000	105
Jewellery	1-1-'06	2,66,000	23,08,800	-	117
Shares	1-1-'11	1,09,200	21,74,640	18,000	167
Listed debentures	1-1-'03	2,53,300	4,54,000	700	-
Unlisted debentures	1-1-'02	6,06,000	8,00,000	-	-
Residential flat	2-11-'17	59,20,000	-	-	-

He has purchased residential flat on 2-11-'17 from the sales proceeds of all assets. Index no. of the year 2017-18 is 272.

OR

- 1 (a) Mr. Vijay is an Indian citizen and ordinary resident. 7
During the financial year 2017-18, his income of
rent from subletting of house was Rs. 12,000 and his
expenses for providing facilities to tenant were
Rs. 1,500.
He has also received rent of Rs. 6,000 from let-out plot
at urban area. He has received overtime remuneration
of Rs. 3,000 in addition of salary.
The interest income on deposit in a foreign bank was
Rs. 9,000. He has also received rent of Rs. 7,200 from
a let-out house owned by him.
Calculate his taxable income from other sources for the
A.Y.2018-19.
- (b) Shri Mahesh kumar is a physical instructor in a 7
college. In addition to salary, his other incomes are as
follows :
- (i) Remuneration received for working as a referee
in the sports events organized by the University :
Rs. 1,500.
 - (ii) Income from card game:- Rs. 1,500.
 - (iii) Loss in card game:- Rs. 3,000.
 - (iv) Interest credited in P.O. savings bank accounts :
Rs. 1,500.
 - (v) Income from horse race: Rs. 10,000.
- 2 Explain in detail any 4 (four) from the following : 14
- (1) Deductions as per Section 80C
 - (2) Deductions as per Section 80CCC
 - (3) Deductions as per Section 80CCD
 - (4) Deductions as per Section 80DD
 - (5) Deductions as per Section 80U
- 3 What is tax planning? Explain the objectives of tax 14
planning in detail.

OR

- 3 Explain Tax Avoidance and Tax Evasion and distinguish 14
them.

- 4 Kumar & Co. is partnership firm where partners Ratan Kumar and Kankaj Kumar share profits and losses equally. Their profit and loss account for the year ending on 31-3-'18 was as follows :

14

Particulars	Amt. Rs.	Particulars	Amt. Rs.
Cost of goods sold	8,00,000	Sales	12,00,000
Salaries	50,000	Interest on investments	8,000
Interest on loan to purchase machine	35,000	Long-term capital gain	10,000
Rent	26,000	Short-term capital gain	15,000
Commission to working partner Ratan Kumar	25,000	Winning from lotteries	9,000
Interest on loan to Kankaj Kumar non- working partner @ 20% p.a.	25,000		
Salary to partners :			
Ratan	1,25,000		
Kankaj	30,000		
Interest on capital @ 20%:			
Ratan	19,500		
Kankaj	10,500		
Reserve for Bad debts	10,000		
Sundry expenses	12,000		
Income tax	10,000		
Net profit	64,000		
	12,42,000		12,42,000

Calculate maximum remuneration payable to partners.

OR

- 4 Jaimal Singh & Sukhjinder Singh are two partners sharing 14 profit and loss equally. Their P & L account for the year ending on 31-3-2018 was as follows :

Particulars	Amt. Rs.	Particulars	Amt. Rs.
Opening stock	3,50,000	Sales	34,00,000
Purchases	25,00,000	Closing stock	4,65,000
Wages	3,00,000		
Salaries to employees	70,000		
Depreciation	18,000		
Salary of partners :			
Jaimal Singh	2,40,000		
Sukhjinder	2,40,000		
Interest on capital @18%	90,000		
Advance income tax paid	20,000		
Net profit	37,000		
	38,65,000		38,65,000

Other information :

- (1) Depreciation allowable as per income tax rules amounts Rs. 15,000.
- (2) Both are working partners.

Compute :

- (a) Book Profit
- (b) Remuneration payable to partners.

- 5 Write short notes on any two from the following : 14

- (1) PAN
- (2) Advance Tax
- (3) Types of Return
- (4) Types of Assessment
- (5) Best Judgment Assessment