

Enrollment No: \_\_\_\_\_ Exam Seat No: \_\_\_\_\_

# C.U.SHAH UNIVERSITY

## Winter Examination-2015

**Subject Name: Taxation -I**

**Subject Code: 4CO03TAX1**

**Branch: B.Com(English)**

**Semester: 3**

**Date: 3/12/2015**

**Time: 2.30 To 5.30**

**Marks: 70**

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

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<b>Q-1</b>	<b>Attempt the following questions:</b>	<b>(14)</b>
	a) Explain the meaning of direct tax	1
	b) Give two examples of indirect tax	1
	c) Name any two methods of calculation of tax	1
	d) Explain the meaning of VAT in brief	1
	e) Name two methods for calculating VAT	1
	f) Who is an assessee?	1
	g) Define dividend	1
	h) What is meant by self assessment?	1
	i) Name two deductions available under section 80C	1
	j) Name two allowances under the head income from salaries	1
	k) What is meant by deemed let out house?	1
	l) State the rate of standard deduction available under the head income from house property	1
	m) State three incomes taxable under the head salary	1
	n) Explain net annual value	1

**Attempt any four questions from Q-2 to Q-8**

<b>Q-2</b>	<b>Attempt all questions</b>	<b>(14)</b>
	a) Define : Income	5
	b) Define : Person	5
	c) Name any three partly agricultural incomes	4

<b>Q-3</b>	<b>Attempt all questions</b>	<b>(14)</b>
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- a) Write short note : Exempted incomes 7  
 b) Write short note : permanent account number 7  
**Q-4 Attempt all questions (14)**  
 a) State merits of VAT 5  
 b) State demerits of VAT 5  
 c) Explain different methods of VAT 4

- Q-5 Attempt all questions (14)**  
 a) Find out gross salary of Mr.X for assessment year 2016-17 7

Particulars	Amount (Rs) per annum
Dearness allowance	1,13,000
Basic salary	1,00,000
Medical allowance	4,800
City compensatory allowance	10,200
Bonus	9,000
Commission	15,000

- b) Explain any five perquisite under the head income from salaries in detail 7

- Q-6 Attempt all questions (14)**

- a) Mr. X joins on Dt. 1-1-2010 with one increment in a grade of Rs.10, 000-500-12,000-800-16,000 in Y co. Calculate his basic salary for assessment year 2016-17 5  
 b) Mr. X an employee in Y co. has three children. Company gives him total children education allowance of Rs. 11,000 per annum find out exempt & taxable children education allowance 5  
 c) Gross annual value of let out house is Rs.54,000,municipal taxes paid by tenant ,owner and unpaid is respectively Rs.2,000, Rs.3000, Rs. 4000 respectively find out income from house property 4

- Q-7 Attempt all questions (14)**

- a) Below is the details of property held by Mr. X calculate income from house property for assessment year 2016-17 7

Particulars	Self occupied for residence (Rs.) per annum	Self occupied for own business(Rs.) per annum	Let out (Rs.) per annum
Gross annual value	1,00,000	1,50,000	2,00,000
Local taxes paid by owner	8,000	12,000	20,000
Repairing expenses of property	2,000	8,000	10,000
Rent collection expenses	-	-	5,000



Interest of loan towards construction of property	12,000	15,000	20,000
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- b) Explain in brief vacancy allowance, unrealized rent & incomes not liable to tax under income from house property 7

**Q-8** **Attempt all questions** **(14)**

- a) Gross income of Mr. X for assessment year 2016-17 is Rs.4, 00,000 which includes saving bank interest of Rs. 8,000 during the year he pays life insurance premium of himself, his wife and two children one major and other minor of Rs. 10,000 each. He also pays medical insurance premium on the life of himself & his wife Rs.12,000 & school tuition fee of his children Rs.15,000 per annum calculate his taxable income 5
- b) State any four circumstances where previous year & assessment year will be the same 5
- c) Write short note : Types of assessment 4

