

2016

**MBA**

**MBA/BAD 4.5(A)  
TAXATION**

Full Marks : 70

Time : 3 Hrs

Figures in the right hand margin indicate full marks for the question

I . Answer the following: (Any five) 2X5=10

(i) What is Income Tax?

(ii) State the types of assessee.

(iii) Define Previous Year .

(iv) What is Indirect Tax?

(v) State the different heads of Income for the purpose of computation of Income tax.

(vi) What is service tax?

(vii) Discuss the applicability of service tax in India.

(viii) What is the rate of service tax?

(ix) State two items in the negative list of service tax.

(x) State two examples of income from other sources.

II. Answer the following: (Any five) 4X5=20

(i) State the conditions to be satisfied for determining residential status of Individuals for the purpose of taxation.

(ii) Briefly the condition for determining chargeability of salary for the purpose of taxation.

(iii) State the provisions for determining exemption under house rent allowance.

(iv) What is meant by value of taxable service?

(v) What is the procedure for e filing of service tax?

(vi) Discuss the concept of VAT.

(vii) Mr Hooda has three speculation business-A, B and C. State how the profits and losses of the two business would be adjusted for the purpose of computation of taxes for the assessment year 2016-2017.

Business A ..... Rs -(1,80,000)

Business B ..... Rs 2,10,000

Business C ..... Rs 20,000

III. Answer the following: (Any five) 8X5=40

(i) Distinguish between tax avoidance and tax evasion.

(ii) State the income tax slabs applicable for individuals, women and senior citizens for the purpose of computation of income tax for the assessment year 2017-2018.

(iii) State the provisions for filing of first appeal, second appeal, appeal to High Court and appeal to Supreme Court.

(iv) State the procedure of computation of Advance Tax.

(v) State the provisions for carry forward and set off of losses for the following: 4+4=8

(a) Non Speculative Business or profession

(b) Long term capital losses

(vi) Discuss briefly about: 4+4=8

(a) Short term capital losses

(b) Speculation Business

(c) State the provisions of inter head adjustment in set off and carry forward of losses.

(d) Compute tax liability of Mr SRK for the assessment year 2016-2017. Details of his income are as follows:

1. Basic salary .....Rs 15,000 per month

2. DA.....Rs 20,000 per month

3. Arrear pay received.....Rs 2,00,000

4. House rent allowance @ 12.5 per cent of salary

5. Medical allowance .....Rs 600 per month

6. Postal life insurance paid .....Rs 5,000 per month

7. NPS contribution..... Rs 4,000 per month

8. Public Provident Fund contribution..... Rs 2,000 per month

9. He received a gift of Rs 51,000 as gift from his wife during the previous year. Rent paid during the year amounted to Rs 96,000.

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