

Instructions:

1. Q1 is compulsory of 20 Marks
2. Attempt any four questions from Q.No. 2 to Q.No. 8, each question carrying 20 Marks.
3. Make suitable Assumptions wherever needed.
4. Use of Non-Scientific calculator and Bare Income Tax Act is allowed.

1. Rakesh Gupta, born on 17th March 1980 has the following information: **(20 Marks)**

Particulars	Amount (Rs.)
Salary Income	1,50,000
Rent from house (per annum)	60,000
Municipal Taxes paid during the yearGV	7,000
Long term capital gain on sale of gold	2,00,000
Winnings from lottery (Gross)	50,000
Interest on Bank deposits	5,000
Interest on Government securities	3,000
Interest on debentures of a listed Company	13,000
Deposit in PPF account	1,00,000
Crossword puzzle winnings	70,000

Compute the net tax payable for the AY: 2017-18.

2. (a) From the following income of Guru. Calculate the Total Income for the previous year 2016-17, if he is a resident. **(7 Marks)**

	Rs.
Income accrued in US but received in India.	10,000
Income earned in India but received in US	20,000
Profit from business establishment in Nepal but business is controlled from India	12,500
Dividend from the Indian Company	50,000
Income from employment in China received there	1,00,000
Past untaxed profits brought to India	5,000

(b) Dinesh Patel was born in India in the year 1983 from 2008 left India for employment in Dubai and come back India on 1st June 2010 and left India on 31st August 2010. He was in India again from 1st April 2013 for a period of 60 days in India. During the financial year, he comes to India on 12th September 2016 and till date he is staying in India. Identify his residential status for the assessment year 2017-18. **(7 Marks)**

(C) Mr. Gopal submits the following particulars of his salary income for the previous year 2016-17.

	Rs.
Salary	8,000 P.M
Dearness Allowance	2,000 P.M
House Rent Allowance	3,000 P.M
Rent Paid	2,000 P.M
Commission on sales Received	10,000

Determine Gross Salary for the assessment year 2017-18 considering the following: House is located in Mumbai. **(6 Marks)**

3. (a) Mr. Kalyan has let out a house property for a monthly rent of Rs. 10,000. Its Municipal valuation is Rs. 1,25,000 p.a. Its fair rental value is Rs. 1,20,000 p.a. It has been let out from 1st October 1991. Mr. Kalyan paid Rs. 5,000 as municipal taxes. Municipal taxes paid by the tenant are Rs. 5,000. Rs. 3,000 Municipal Taxes are due but not paid. Out of Rs. 5,000 only Rs. 1,000 are relates to subsequent two years. Find out the net annual value of the house property for the AY: 2017-18. **(7 Marks)**

(b) Peter, a resident Indian, sold gold for Rs. 20,00,000 on July 30, 2016, which he acquired on 28th May 1989, at a cost of Rs. 2,80,000. The Fair Market Value is Rs. 2,66,000. He has invested Rs. 2,00,000 in buying a residential house on June 20 2017. Ascertain the capital gains chargeable to tax during the Assessment year 2017-18. (Note: CII for 1989-1990= 172; 2016-17=1125). **(6 Marks)**

(C) Compute the Income from other sources of Jeevan from the following details for the year 2016-17 **(7 Marks)**

	Rs.
Director's fee from a company	20,000
Winning from Horse Race (Net)	7,00,000
Income from giving lecturers	24,000
Interest on post office savings bank A/C	8,000
Cash Gift from brother on occasion of marriage	20,000
Cash Gift from a friend	10,000
Dividend from U.T.I	5,000

4. (a) Mr. Sharma, Submits the following information, relevant for the previous year ending March 31, 2017. **(7 Marks)**

Particulars	Rs.
Income from Business:	
Business I	18,000
Business II	-30,000
Income from other sources:	
Interest on Securities	-12,000
Bank interest	16,000
Lottery Winnings	60,000

Determine the net income.

- (b) During the previous year 2016-17, Kumar has the following income and expenditure: **(8 Marks)**

	Rs.
Salary	2,40,000
Income from House Property	96,000
Business profit	4,00,000
Long term Capital Gains	30,000
Donation to Swach Bharath Kosh	10,000
Donation to temple approved for the purpose of section 80 G	20,000
Deposit in Time deposit scheme in post office	2,000
Tuition fee for his son	8,000
Repayment of loan taken from LIC for purchase of a house (Principal amount)	40,000
Insurance premium paid	25,000

Find the Taxable Income of Kumar for the Assessment Year 2016-17.

- (C) Explain deduction under section 80EE. **(5 Marks)**

5. (a) What are the due dates of payment of advance tax in the case of corporate and non-corporate assesses?
 (b) What are the provisions regarding deduction of tax at source from Winnings from lottery.
 (c) Discuss the term 'deemed ownership' of house property as given under section 27.
 (d) What is meant by capital assets? **(5x4=20 Marks)**
6. (a) Define Capital Gain. Discuss the procedure for Computation of Capital Gain **10 Marks**
 (b) What deductions are allowed under sections 80CCC of the Income Tax Act, 1961? **10 Marks**

7. Distinguish between the following.

(5x4=20 Marks)

- (a) Normal Depreciation and Additional Depreciation
- (b) Firms and Association of Persons
- (C) Slab rate and Flat rate of Income tax.
- (d) Capital Expenditure and Revenue Expenditure e

8. Write Short notes on the following.

(5x4=20 Marks)

- (a) Aggregation of Income
- (b) Self- generated asset
- (c) City Compensatory Allowance
- (d) Gross Total Income
