

July 2015

M. B. A. (Hospital Administration) Examination

Fourth Semester

TAX PLANNING AND MANAGEMENT

V-38-A

Time 3 Hours

Note : Attempt any two questions from Section A. Each question in this section carries 10 marks. Attempt any three questions from Section B. Each question in this section carries 20 marks.

(Max. Marks 80)

Section A

1. Discuss any five exempted income under Income Tax Act with their provisions.
2. Discuss previous year and assessment year with their exceptions.
3. Write short notes on following with the provision given in Income Tax Act for the A. Y. 2014-15:
  - (a) Tax Deduction at Sources
  - (b) Provident Fund.
4. Write notes on :
  - (a) Depreciation and Tax Planning
  - (b) Capital Gain and Taxation on Capital Gain.

Section B

5. Mr. X working in private college in Delhi during the previous year ending by 31 March, 2014 he got following amoluments :
 

Salary Rs. 58,700 per month till 30th June, 2013 and remaining period Rs. 72,000 per month.

House Rent allowance Rs. 9,000 per month.

Contribution in Provident Fund :

Self Rs. 10,000 per month

Employer Rs. 12% per month

Convence allowance Rs. 1,200 per month

He received arrear Rs. 45,000 for the previous year 2012-13.

He has invested Rs. 90,000 in life insurance and mutual fund scheme which are approved under Income Tax Act under section 80C. Calculate income tax from salary and tax liability of Mr. X for the Assessment Year 2014-15.
6. Mr. Barua has got two houses. House I and House II. House Ist self occupied and II has given on rent the following details given below calculate income from house property for the assessment year 2014-15 :

	House I	House II
	Rs.	Rs.
Annual Rental Value	84,000	98,000
Rent Received	-	1,44,000
Municipal Tax 10%	Paid	Due
Interest on Loan	2,20,000	3,84,000 (due)
House completed in	Yr. 2000	Yr. 2004

P. T. O.

7. Calculate the income from other sources of professor Kendurkar :

	Rs.
(1) Dividend Received from Ltd. Co.	44,000
(2) Interest from government security	20,000
(3) Amt from Life Policy on Maturity	80,000
(4) Software consultancy (expenses claimed Rs. 58,000 against earning)	2,80,000
(5) Interest on Bank Deposit	18,000
(6) Visiting Lecturers	28,000
(7) Proper selling and valuation work	46,000

8. From the profit and loss account of Mr. Manish Jaiswal calculate income from Business and Profession for the A-Y. 2014- 15 given below :

Profit and Loss Account (For the year ending 31-3-2014)

	Rs.		Rs.
✓ General expense	13,400	Gross profit	3,15,500
✓ Bad debts	22,000	✓ Commission	8,600
✓ Advance tax	8,000	✓ Brokcrage	37,000
✓ Insurance	600	Receipts	2,500
✓ Salary to staff	26,000	Baddebts Recovered	
✓ Salary to Mr. Jaiswal	45,000	(earlier not allowed as deduction)	11,000
✓ Interest on overdraft	4,000	✓ Interest on Investment	
✓ Interest on loan	65,000	(investment done by Mr. Jaiswal	
✓ Depreciation	48,000	from personal sources)	38,000
Contribution to P.F.	20,000		
Net Profit	<u>1,60,600</u>		
	<u>4,12,600</u>		<u>4,12,600</u>

Other informations :

- (a) General expenses included Rs. 4,000 for life insurance premium of Mr. Jaiswal.
- (b) Salary to staff included Rs. 8,000 to an employee as an advance against salary.
- (c) Depreciation Rs. 6,000 disallowed as per income tax.

9. Discuss the following sections of Income Tax with suitable example :

- (a) Section 54 Capital Gain
- (b) Section 54(F) Capital Gain.