

UTTARAKHAND OPEN UNIVERSITY, HALDWANI (NAINITAL)



उत्तराखण्ड मुक्त विश्वविद्यालय हल्द्वानी (नैनीताल)

Programme Name-MBA –Third Semester

Programme Code- MBA-16

Course Name- Corporate Tax Planning

Course Code-MS 401

Maximum Marks-30

Session - 2017-18, Summer Last Date of Submission: 31st October 2017

Session - 2017-18, Winter Last Date of Submission: 30th April 2018

Note: Assessment Year 2017-18 shall be followed for Assignment and Question Paper.

Section-A

Section ‘A’ contains 08 short answer type questions of 4 marks each. Learners are required to answers 4 questions only. Answers of short answer-type questions must be restricted to 250 words approximately.

Discuss the following (1-6) –

1. Tax Planning
2. Scope of Total Income.
3. Tax-Free Perquisites.
4. Deductions of Expenses from Gross Profit and Gains.
5. Deductions from Income from Other Sources.
6. Valuation of Imported Goods
7. Best Judgment Assessment.
8. X purchases 1,000 non-listed shares in Y Ltd. on August 16, 1990 for Rs 8,000. On May 17, 1992, he gets 500 bonus shares and on October 20, 1999 acquires 1,500 right shares at the rate of Rs 11 per share. He sells 3,000 shares in Y Ltd. on February 12,2017 at the rate of Rs 110 per share (brokerage on sale;1 percent). He owns one residential house property. He purchases another residential house on July 9, 2017 for Rs 2, 90,000. Ascertain the amount of capital gains chargeable to tax for the assessment year 2017-18.

Section-B

Section ‘B’ contains 04 long answer-type questions of 7 marks each. Learners are required to answers 02 questions only.

1. What is the impact of agricultural income on the total tax liability of an assessee?
2. What are perquisites? Explain taxable and tax-free perquisites using examples.
3. What do you understand by the term ‘Capital Gains’ used in the Income Tax Act? Also explain the rules regarding exemption of Capital Gains.
4. X owns a residential house property. It has two equal residential units-Unit 1 and Unit-2. While Unit 1 is self occupied by X for residential purpose, Unit 2 is let out

(rent being Rs 6,000 per month, rent of 2 months could not be recovered).Municipal value of the property is Rs. 1,30,000, standard rent is Rs1,25,000 and fair rent is Rs1,40,000. Municipal tax is imposed @12 percent which is paid by X. Other expenses for the previous year 2016-17 being repairs; 250, insurance Rs 600, interest on capital (borrowed during 1997) for constructing the property Rs 63,000.

Find the income of X for the assessment year 2017-18 on the assumption that income of X from other sources is Rs. 1, 80,000.

