



उत्तराखंड मुक्त विश्वविद्यालय हल्द्वानी (नैनीताल)

Programme Name-MBA-Third Semester
Programme Code-MBA-13
Course Name- Taxation: Direct and Indirect
Course Code-FM 2102
Maximum Marks-40
Session -2014-15, Summer
Last Date of Submission: 31st January, 2015

Note: Assessment Year 2014-15 shall be followed for Assignment and Question Paper.

Section-A

Section 'A' contains 08 short answer type questions of 5 marks each. Learners are required to answer 4 questions only. Answers of short answer-type questions must be restricted to 250 words approximately.

Discuss the following (1-6) –

1. Tax Avoidance and Tax Planning
2. Agricultural Income
3. Best Judgement Assessment
4. Annual Value of Self-Occupied House Property
5. Deductions from Income from other sources
6. Permanent Account Number
7. Master Vijay (Age 16 years) has the following incomes during 2013-14;

(i)	Interest on bank deposits.	₹ 75,000
(ii)	Interest on Govt. securities	₹ 80,000
(iii)	Interest on debentures	₹ 40,000
(iv)	Income by acting in a film	₹ 2,00,000
(v)	Income by a singing concert held by him.	₹ 50,000
	His father's total income.	₹ 2,09,000
	His mother's total income .	₹ 2, 09,100

Decide about the person in whose hands the above incomes shall be taxable and the amount of income to be taxed.

8. Mrs. Reena is the owner of two house properties namely “House No.1” at Haridwar and “House No.2” at Dehradun. She furnishes you the following information for the previous year 2013-14:

	House No.1 at Haridwar ₹	House No.2 at Dehradun ₹
Municipal Valuation	39,000	31,000
Municipal Taxes Paid	7,835	4,4440
Fair Rental Value	45,000	39,000
Fire Insurance	900	800
Ground Rent	567	440
Interest taken from construction prior to 1.4.2000	35,000	32,000

Section-B

Section ‘B’ contains 04 long answer-type questions of 10 marks each. Learners are required to answers 02 questions only.

1. What are the Allowances? Distinguish between perquisites and allowances. Explain the provisions related to special allowances exempt u/s 10 (14).
2. Explain the deductions that are expressly allowed in computing the income from business under the Indian Income Tax Act, 1961.
3. What do you understand by the term ‘Transfer of Capital Asset’? Describe the transactions that are recognised as transfer by the Income Tax Act, 1961.
4. Following are the particulars of taxable income of Mr. X for the previous year ending on March 31st, 2014;
 - i) Income from House Property in Canada ₹ 10,000 which was deposited in a bank in Canada. Out of this ₹ 4000 were remitted in India.
 - ii) Royalty received in India ₹ 24,000.
 - iii) Income from business in Sri Lanka 25,000 of which ₹ 15,000 were received in India. The business is controlled from India.

- iv) Income from investment in Paris ₹ 10,000.
- v) Interest received from a non-resident, for technical services given to run a business outside India, ₹ 20,000
- vi) Income from business in India ₹ 40,000. The business is controlled from America.
- vii) Income from sale of house property in Gwalior ₹ 30,000.

Calculate the total income of Mr. X for the Assessment Year 2014-15, if he is

- a) Resident
- b) Non- Ordinarily resident and
- c) Non-resident in India.

