

Program: F.Y.B.Com.(A & F) Semester: II Program Code: UGAF03
 Course: Taxation – I Course Code: NUAF205

Duration: 1 Hour Examination Pattern: NEP-Autonomous – External Max. Marks: 30

Instructions:

1. Q.1. is compulsory.
2. Attempt any two questions from Q.2. to Q.4.
3. Figures to the right indicate full marks.

Examination:
REGULAR

Q. 1		10	Course Outcome	Knowledge Level																				
(a)	Fill in the blanks with an appropriate answer from the alternatives given.	[05]																						
	<p>I Any sum of money received in excess of Rs. _____ without consideration is chargeable to tax.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; border-bottom: 1px solid black;">a. 5000</td> <td style="width: 50%; border-bottom: 1px solid black;">b. 50,000</td> </tr> <tr> <td style="border-bottom: 1px solid black;">c. 5,00,000</td> <td style="border-bottom: 1px solid black;">d. 55,000</td> </tr> </table> <p>II Compensation received on voluntary retirement is exempt under sec. 10(10C) to the maximum extent of _____</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; border-bottom: 1px solid black;">a. Rs. 2,40,000</td> <td style="width: 50%; border-bottom: 1px solid black;">b. Rs. 3,00,000</td> </tr> <tr> <td style="border-bottom: 1px solid black;">c. Rs. 5,00,000</td> <td style="border-bottom: 1px solid black;">d. None of the other options</td> </tr> </table> <p>III Maximum amount of deduction for entertainment allowance is Rs. _____</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; border-bottom: 1px solid black;">a. 1,500</td> <td style="width: 50%; border-bottom: 1px solid black;">b. 2,500</td> </tr> <tr> <td style="border-bottom: 1px solid black;">c. 5,000</td> <td style="border-bottom: 1px solid black;">d. 3,000</td> </tr> </table> <p>IV If any asset is used for more than 180 days in the year of purchase, the depreciation rate will be _____ of the normal rate.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; border-bottom: 1px solid black;">a. 50%</td> <td style="width: 50%; border-bottom: 1px solid black;">b. 100%</td> </tr> <tr> <td style="border-bottom: 1px solid black;">c. 75%</td> <td style="border-bottom: 1px solid black;">d. None of the other options</td> </tr> </table> <p>V Life insurance corporation is treated under income tax law as _____</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; border-bottom: 1px solid black;">a. a company</td> <td style="width: 50%; border-bottom: 1px solid black;">b. local authority</td> </tr> <tr> <td style="border-bottom: 1px solid black;">c. a body of individuals</td> <td style="border-bottom: 1px solid black;">d. an artificial juridical person</td> </tr> </table>	a. 5000	b. 50,000	c. 5,00,000	d. 55,000	a. Rs. 2,40,000	b. Rs. 3,00,000	c. Rs. 5,00,000	d. None of the other options	a. 1,500	b. 2,500	c. 5,000	d. 3,000	a. 50%	b. 100%	c. 75%	d. None of the other options	a. a company	b. local authority	c. a body of individuals	d. an artificial juridical person		CO1 & CO2	L1 -L3
a. 5000	b. 50,000																							
c. 5,00,000	d. 55,000																							
a. Rs. 2,40,000	b. Rs. 3,00,000																							
c. Rs. 5,00,000	d. None of the other options																							
a. 1,500	b. 2,500																							
c. 5,000	d. 3,000																							
a. 50%	b. 100%																							
c. 75%	d. None of the other options																							
a. a company	b. local authority																							
c. a body of individuals	d. an artificial juridical person																							
(b)	State whether the following statements are true or false.	[05]																						
	<p>I Deduction for entertainment allowance is available to all employees.</p> <p>II University of Mumbai is an example of artificial juridical person.</p>		CO1 & CO2	L1 -L3																				

	<p>III There are total 5 heads of income.</p> <p>IV Income tax is a tax on tax.</p> <p>V An Indian company is always treated as resident in India.</p>																																											
Q. 2		[10]	Course Outcome	Knowledge Level																																								
	<p>Mrs. Asha is the export manager of HI-TECH Ltd. since 1st January, 2009. She provides you the following information for the previous year ended 31st March, 2025.</p> <p>a) Salary @ Rs. 38,000 per month.</p> <p>b) Ex-gratia Rs. 37,000.</p> <p>c) House Rent allowance Rs. 22,000. (Exempt u/s 10(13A) Rs. 7,000).</p> <p>d) Entertainment Allowance @ Rs. 2,000 per month.</p> <p>e) Arrears of Salary Rs. 28,000.</p> <p>f) Company deducted Profession Tax from salary Rs. 2,500.</p> <p>She was on leave for one month and went to Kashmir on 31st March, 2025. She took the salary of April 2025 in advance.</p> <p>Compute the taxable income under the head "Salaries" of Mrs. Asha for the assessment year 2025-26.</p>		CO3	L4 – L6																																								
Q. 3		[10]	Course Outcome	Knowledge Level																																								
	<p>Mr. Varun is the owner of Jyoti Stores. He provides you the following information for the year ended 31st March, 2025.</p> <p>Profit and Loss for the year ended 31st March, 2025.</p> <table border="1"> <thead> <tr> <th>Particulars</th> <th>Amount Rs.</th> <th>Particulars</th> <th>Amount Rs.</th> </tr> </thead> <tbody> <tr> <td>To Salaries</td> <td>75,000</td> <td>By Gross Profit</td> <td>3,80,000</td> </tr> <tr> <td>To Travelling Expenses</td> <td>1,500</td> <td></td> <td></td> </tr> <tr> <td>To Advertisement</td> <td>35,500</td> <td></td> <td></td> </tr> <tr> <td>To Interest on Capital</td> <td>18,000</td> <td></td> <td></td> </tr> <tr> <td>To Depreciation</td> <td>17,500</td> <td></td> <td></td> </tr> <tr> <td>To Bad Debts</td> <td>12,500</td> <td></td> <td></td> </tr> <tr> <td>To Misc. Expenses</td> <td>40,000</td> <td></td> <td></td> </tr> <tr> <td>To Net Profit</td> <td>1,80,000</td> <td></td> <td></td> </tr> <tr> <td></td> <td>3,80,000</td> <td></td> <td>3,80,000</td> </tr> </tbody> </table> <p>Following further information has been provided:</p> <ol style="list-style-type: none"> 1. Depreciation allowed as per Income Tax Rules is Rs. 21,000. 2. Advertisement expenses include Rs. 25,500 spent for the advertisement in publication of a political party. 3. Rs. 10,000 paid as penalty imposed by Income-tax officer has been wrongly included in salaries. <p>Compute the taxable income of Mr. Varun for the assessment year 2025-26.</p>	Particulars	Amount Rs.	Particulars	Amount Rs.	To Salaries	75,000	By Gross Profit	3,80,000	To Travelling Expenses	1,500			To Advertisement	35,500			To Interest on Capital	18,000			To Depreciation	17,500			To Bad Debts	12,500			To Misc. Expenses	40,000			To Net Profit	1,80,000				3,80,000		3,80,000		CO3	L4 – L6
Particulars	Amount Rs.	Particulars	Amount Rs.																																									
To Salaries	75,000	By Gross Profit	3,80,000																																									
To Travelling Expenses	1,500																																											
To Advertisement	35,500																																											
To Interest on Capital	18,000																																											
To Depreciation	17,500																																											
To Bad Debts	12,500																																											
To Misc. Expenses	40,000																																											
To Net Profit	1,80,000																																											
	3,80,000		3,80,000																																									

Q. 4			Course Outcome	Knowledge Level
(a)	Describe any 5 exemptions under section 10 of Income Tax Act, 1961.	[05]	CO3	L3 – L5
(b)	Describe the procedure for the determination of Gross Annual Value u/s 23.	[05]	CO2	L3 – L5

-- X -- X --