

FOURTH SEMESTER B.Com. DEGREE EXAMINATION, APRIL 2024

(Regular/Improvement/Supplementary)

PROFESSIONAL

GBCP4B15T: BUSINESS AND CORPORATE TAXATION

Time: 3 Hours

Maximum Marks:80

PART A: Answer *all* the questions. Each question carries *one* mark.**Choose the correct answer.**

1. An individual's contribution to Recognised Provident Fund qualifies for deduction under section.....
A) 80D B) 80C C) 80 P D) None of these.
2. Tax evasion is -----
A) Legal. B) Illegal. C) Unethical. D) Both B&C.
3. A person carrying not less than ----- of the voting power in a company is said to have substantial interest in the company.
A) 20% B) 30% C) 10% D) None of these.
4. A company incurred capital expenditure 2,00,000 during the previous year on promotion of family planning among its employees. During the year, deduction shall be allowed to the company
A) 40,000 B) 1,00,000 C) 2,00,000 D) Nil
5. Maximum penalty leviable for failure to get accounts audited or to furnish report u/s 44AB is
A) 75,000 B) 1,00,000 C) 1,50,000 D) 3,00,000

Fill in the Blanks.

6. A company is registered in Austria and its place of effective management (POEM) is in India. The Company is ----- in India.
7. Section 80P relates to ----- .
8. Interest on capital paid by the firm to its partners up to ----- is allowable under Income Tax Act.
9. Corporate tax for a domestic company with annual turnover up to 400 crore in previous year -----.
10. When the income of any member of AOP exceeds the basic exemption limit, income of association of persons (AOP) will be assessed at -----

(10 x1=10 Marks)**(PTO)**

PART B: Answer any *eight* questions. Each question carries *two* marks.

11. Write short note on CBDT.
12. What is best judgement assessment?
13. What do you mean by TCS?
14. Who is Kartha?
15. What is belated return?
16. Comment on book profit.
17. What is share income from AOP?
18. Rogers Limited has incorporated in Washington with its head office there, primarily imports cotton from India appointed a manager in India. Determine the residential status of the company.
19. What is Urban Consumer Co-operative Society?
20. What is defective return?

(8 x2=16 Marks)

PART C: Answer any *six* questions. Each question carries *four* marks.

21. Suguna college cooperative society has the following income.

1 Income from college canteen	20,000
2 Income from the general merchandise business	63,000
3 Income from credit facility given to members	7,000
4 Interest on Govt Securities	20,000
5 Taxable income from house property	9,000
6 Dividends (Gross) on shares held in another cooperative society	7,000

Calculate tax liability of Suguna college cooperative society.

22. What are the powers of CBDT?
23. What are the situations when E filing of income tax return is mandatory?
24. Describe the provisions relating to assessment of AOP & BOI.
25. X, Y and Z are partners of a firm with equal shares. The profit and loss account for the year ended 31-3-2023 shows a net profit after debiting Rs 8000 for interest paid to X at 20% Rs.80,000 for salary paid to Y and Rs.50,000 for rent of the business premises paid to Z. Compute the book profit of the firm.
26. What are the consequences of Best Judgement Assessment?
27. Describe Deduction U/S 80G.

28. A public charitable trust derived total income of Rs.20Lakh which consists the following.

- | | |
|---|--------------|
| 1. Income from properties held under trust | Rs. 9,00,000 |
| 2. Net income from business Rs. 50,000, Aggregate business receipts Rs.4,00,000 | |
| 3. Voluntary contribution | Rs. 8,50,000 |

Trust applied Rs. 12,60,000 towards charitable purpose including repayment of loan taken for construction of orphan home Rs. 3,80,000. Compute taxable income of the trust.

(6 x4=24 Marks)

PART D: Answer any two questions. Each carries fifteenmarks.

29. Mr. Sam furnishes you the following details of income. Calculate his tax liability for the assessment year 2023-24.

Salary for the previous year	8,14,000
Interest on listed securities (gross)	8,000
Interest on Govt securities	3,000
Income from house property (computed)	40,000
Long term capital gain	80,000
Short term capital gain	20,000
Dividend from Indian company (gross)	6,000
Income from units of Mutual fund (gross)	8,000
Paid insurance premium	7,500
Deposited to PPF	38,000

30. A domestic company in which public have substantial interest submits the following particulars of income for the previous year ended 31-3-2023.

Profit of business after deduction of donation to approved charitable institution 2,30,000

Donation to charitable institution by cheque 80,000

Interest on Govt. securities 10,000

Dividend from a domestic company (gross) 80,000

Long term capital gain 80,000

Book profit u/s 115JB 10,00,000

During the financial year 2022-23 The company deposited Rs.25,000 in Industrial Development Bank of India.

Compute the total income and tax liability of the company for the assessment year 2023-24.

31. Define assessment and describe various types of assessment.

(2x15=30Marks)