647510 **BBA5DitA506x** **Seat No :________**

B.B.A. Semester - 5 (Remedial) (CBCS) Examination
March/April-2026 (NEW COURSE)
Direct Taxes(Allied)

Time: 2:30 Hours **Marks:70**

Instructions:
1. All questions are compulsory.
2. Figures to the right indicate marks.

Que.1 Define the following terms (Any Two): (14)

(1) Assessee (3) Agricultural Income
(2) Total Income (4) Income

OR

Que.1 Write a Short notes on.

(1) Residential status and Incidence of Tax
(2) What is a previous year? Distinguish it from Assessment year.

Que.2 Write short notes: (Any Two) (14)

(1) Explain any six fully exempted incomes
(2) Income –tax inspector
(3) Central Board of Direct Taxes
(4) Settlement Commission

Que.3 Following is the profit and loss Account of business of Mr. Sahaj for the financial year 2017-18. (14)

Particulars	Rs.	Particulars	Rs.
To opening stock	52,000	By sales	47,35,500
To purchases	40,04,375	By closing stock	1,05,000
To Salaries & Wages	87,500	By share Dividend	40,000
To Rent & rates	65,500		
To Commission	10,750		
To Household Expenses	3,50,000		
To Income tax	28,050		
To Advertisement	2,500		
To postage & Telegram	2,000		
To interest on capital	42,000		
To Reserve for bad debts	1,700		
To Depreciation on Furniture	9,000		
To Net Profit	2,25,125		
	48,80,500		48,80,500

Additional information:

(1) Closing Stock and opening stock have consistently been valued at 25% below cost price.
(2) Depreciation on furniture, as per income-tax provisions is Rs. 8,600.
(3) Amount of sales includes a sum of Rs. 20,625 representing the value of goods withdrawn for personal use. These goods were purchased at cost Rs. 13,925 and its market value on the date of withdrawal was Rs. 22,620.

You are required to prepare statement showing the taxable business income of Shri Sahaj for the assessment year 2018-19.

OR

Que.3 Find out taxable income from Business and profession from the following Cash Account of Dr. Shyam for the year ending on 31-3-2021.

Particulars	Rs.	Particulars	Rs.
Opening Balance	25,000	Staff Salary	10,50,000
Operation Income	6,00,000	Insurance of Hospital	30,000
Consulting fee	5,00,000	Purchase of Magazine	25,000
Sale of Medicine	40,000	Purchase of Medicine	60,000
Hospital Income	3,00,000	Purchase of Instrument 1-4-20	1,80,000
Visit fee	50,000	Professional Tax	3,000
Sale of Instrument 1-6-2020	10,000	Ambulance expenses	1,37,000
Gift from patients	15,000	Conference fee	20,000
Salary from Medical Institute	2,60,000	Motor expenses	40,000
Dividend	10,000	House Hold Expenses	3,60,000
House rent (Let-out)	1,20,000	Income tax	85,000
		Closing Balance (Overdraft)	- 60,000
	19,30,000		19,30,000

Additional Information:

(1) Staff salary includes Rs. 30,000 salary paid to his wife. Wife does not provide any service to the firm.

(2) ¼ th use of Motor is for personal purposes.

(3) Opening written down value of instrument was Rs. 25,000. Rate of depreciation is 20%.

Que.4 From the following details of salary income of Smt. Krupa, the Managing Director of a company, for the financial year 2017-18, compute her taxable salary of Assessment year 2018-19. (14)

(1) Basic salary per month Rs. 50,000.

(2) Dearness Allowance – 40% of Basic salary.

(3) Bonus (Annual) Rs. 25,000.

(4) Transport Allowance Rs. 1,600 per month.

(5) City Compensatory allowance per month Rs. 1,000.

(6) Education Allowance for three children (Annual) Rs. 8,500.

(7) Rs. 1,000 per month is received as Entertainment Allowance.

(8) During the previous year Krupa paid the following amount.

A. Professional Tax (Annual) Rs. 2,400

B. Repayment of Housing Loan Rs. 20,000.

C. Investment in P.P.F – Rs. 1,00,000.

D. LIC premium – Rs. 16,000.

Statement of total taxable salary income of Krupa.

OR

Que.4 Shri Shidheswar is working as a salesman. Following details pertain to the income of salary and other income of previous year 2017-18.

(1) Basic salary Rs. 6,000 p.m, from October, 2017 basic salary was increased to Rs. 7,000 p.m.

(2) Dearness Allowance –(considered as a part of salary for retirement benefit)- Rs. 29,000 Yearly.

(3) Commission on sales – Rs. 1,75,000.

(4) House Rent Allowance – Rs. 60,000 p.a (Actual rent paid Rs. 4,000 p.m.)

(5) Transport Allowance – Rs. 1,500 p.m. (Actual expenses paid Rs. 12,000)

(6) Tour Allowance – For five trips – per trip Rs. 1,200 (Actual expenses per trip Rs. 1,000)
(7) Daily Allowance for tour – Rs. 250 per day for 60 days (Actual expenses paid during the year Rs. 9,600)
(8) Uniform Allowance – Rs. 1,800 .p.m. (Actual Expense Rs. 1,500 p.m.)
(9) Research Assistant Allowance – Rs. 600 p.m. (Actual expense Rs. 9,000)
(10) Education Allowance for children – Rs. 6,000 (for two child)
(11) Entertainment Allowance Rs. 6,000 yearly.
(12) Employer's contribution to recognized provident Fund @ 15% of salary (including D.A. & Commission)

Calculate taxable salary income for A.Y 2018-19.

Que.5 The following details of house properties owned by an assessee determine the final gross Annual value of each house for the A.Y 2018-19. (14)

Particulars	House No.1 Rs.	House No.2 Rs.	House No.3 Rs.
1. Annual value as per municipal valuation (a)	54,000	39,000	27,000
2. Annual Fair Rent (b)	65,000	48,000	36,000
3. Standard rent (c)	59,500	42,000	30,000
4. Actual annual Rent Receivable	75,000	36,000	36,000
5. Vacancy period	2 months	4 months	2 month
6. Rent Received of the remaining period	60,000	24,000	27,500

OR

Que.5 Radha owns a house property in Ahmedabad, Which consists two units, the municipal value of which is Rs. 2,80,000, whereas the fair rent may be taken Rs. 300,000. Unit-1 has 60% floor area and Unit-2 has 40% floor area. Unit-1 was self occupied for own residence up to 30-11-2017, which remained vacant for one month and thereafter 1-1-2018 was let out for Rs. 18,000 p.m. Unit-2 was let out for Rs. 12,000 p.m. since last 5 years.

Other particulars of the house property are as under:

(1) Municipal tax paid Rs. 50,000.
(2) Fire insurance premium Rs. 6,000.
(3) Interest on money borrowed for construction of the house Rs.48000.

Compute her taxable income for the assessment year 2018-19.

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