

LTAB02

Roll No. :

Section I

Time: 3 hrs.

Maximum Marks: 30

Total No. of questions : 5

Total No. of Printed
Pages : 05

Note: 1) All questions carry equal marks.

2) Attempt any Three Questions.

3) Section I, and II to be written on separate
Answer Book.

- Q. 1. Define contract and state essentials of a valid contract.
- Q. 2. Define unpaid seller and state his various rights under sale of Goods Act.
- Q. 3. Define company and state types of companies as per Company Act 1956.
- Q. 4. State what is meant by Restrictive trade practice and unfair trade practice with examples.
- Q. 5. Define Negotiable Instrument, promissory note, Bill of Exchange and Cheque and explain various characteristics of Negotiable Instrument.

- Notes: 1.) Attempt Any Three (3) Questions
2.) All Questions Carry Equal Marks

Q.1 Define the followings under the Income Tax Act (Attempt Any Four)

- a. Previous Year
- b. Assessment Year
- c. Assessee
- d. Person.
- e. Residential Status for Hindu Undivided Family
- f. Scope of Total Income

OR

(A)

Mr. Thomas sells his own property (other than residential house) to Mr. Peter in March, 2007 for Rs.7 crores. Said property costed Mr. Thomas Rs. 25,30,000/- when he purchased in March, 1985. It is also learnt that earlier to this transaction, Mr. Thomas had received Rs. 1,00,000/- as token deposit earnest money from Mr. Pande. However, said token was forfeited due to valid reason. Calculate capital gains for assessment year 2007-08.

(cost inflation index for 31.3.1985 is Rs.125/- and that for 31.3.2007 is Rs. 519/-)

(B)

Under the payment of Gratuity Act 1972, Shri Manibhai Patel received Rs. 525,000/- on his retirement. He served his employer company, Johnson & Balmer Co. for 30 years 8 months. He retired in February, 2007. His monthly remuneration as wages on the date immediately preceding the date of retirement was Rs. 15,000/-.

Calculate for A Y 2007-08:

- i. Income to be included under the head salary.
- ii. amount of gratuity exempted & under which section.

Q.2 Mr. Sanchit's Profit & Loss Account for the year ended 31st March, 2007 is as follows (All Figures are in Rupees)

To Salaries	36000	By Gross Profit	300000
To Rent	48000	By Rent From House Property	25000
To General Expenses	70000	By Refund From LIC	100000
To Advance Tax Paid	25000		
To Interest On Capital	2500		
To Net Profit	243500		
TOTAL	425000	TOTAL	425000

Additional information:

1. Out of Salaries Rs 24000 relate to Mr Sanchit's Salary.
2. Rent includes Rs 10000 relating to property belonging to Sanchit's brother not used for business.
3. General Expenses are paid in cash at a time.
4. Rs 75000 Purchase of Machinery for Research & Development Expenses are not included in the Profit & Loss account.

Compute the Income under the head profit or gains from business or profession for the relevant year.

OR

1. What is Excise duty. What is the basis of charge.
2. Under the CST act, what is the time limit for applying for registration
3. When does the liability to register under MVAT act arises. Mention the criterions for all types of categories.
4. Explain any five deductions available under the Income tax act.

Contd.... 4

Q. 3 Mr Saurabh purchases a House Property For Rs 76000 on June 30,1967. The following expenses are incurred by him in making additions/alterations to the house Property:

- | | |
|--|-----------|
| a.) Cost Of Construction of First Floor 1975- 76 | Rs 110000 |
| b.) Cost Of Construction of Second Floor 1983-84 | Rs 340000 |
| c.) Alterations/remodeling Expenses 1992-93 | Rs 290000 |

Fair Market Value of the Property on 01-04-1981 was Rs 450000

The House Property was sold by Mr Saurabh on June,15,2007 for Rs 49,50,000(Expenses on Stamp duty & Registration incurred were Rs 10000.

Compute the Capital Gains taking into the Cost Inflation Index as follows:
1983-84=116, 1992-93=223, 2007-2008=551

OR

A) Define :

- "assessee"
- business
- Previous year.

B) :

1. What kinds of products are covered by schedule B D and E of MVAT act. What are two types of audit covered under MVAT Act. Same is conducted by whom.
2. What is PAN no. what is the criterion of application. Who is the issuing authority.

Contd... 5

Q. 4

Discuss the residential status of Mrs Swati for the assessment year 2008-09 taking into account the followings : she came to India for the first time on April,16,2005. During her stay in India up to October,5,2007 she stays at Pune up to April ,10,2007 & thereafter remains in Mumbai till her departure from India

OR

1. What are two basic types of valuation as per central excise act
2. What is the basis of charge of CST and at what rates.
3. What kinds of products are covered by schedule A and C of MVAT act. Name any two commodities covered by schedule A and schedule C. what is the rate of tax corresponding to that products.
4. What are different heads of income. name them. What is meaning of 'international transaction' as per I T act

Q. 5. Discuss the following concepts with reference to Central Sales Tax Act & Rules

- a.) Rates Of Tax & C Form
- b.) Penultimate Exports.

OR

1. What is cenvat credit. What do you mean by classification of goods as per central excise act
2. What is the importance of schedules and name them. What is the most stringent penalty and for which offense in MVAT act.
3. **When is a person resident in India. Explain.**
4. **give any five incomes that are exempted under the I T act**
