

**UNIT - III**

6. Explain the provisions regarding set-off and carry forward of losses while computing the total income.
7. What do you understand by aggregation of Income ? Explain.

**UNIT - IV**

8. Write short notes on the following tax planning decisions :
  - (i) Own or lease
  - (ii) Make or buy
  - (iii) Close or continue
9. What are the provisions regarding deduction of tax at source under the head 'Salaries' ? What would be the consequences if tax is not deducted at source ?

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Roll No. ....

**56077**

**MBA 2 Year 4th Semester (N.S)  
(Re-appear) Examination-  
December, 2016**

**TAXATION LAWS AND PLANNING**

**Paper : MBA-409**

**Time : 3 hours**

**Max. Marks : 80**

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard will be entertained after the examination.

**Note :** Attempt **five** questions in all. Section-A is **compulsory**. Attempt **four** questions from Section-B, selecting **one** question from each unit. All questions carry equal marks.

**SECTION - A**

1. Define the following terms :
  - (a) Define Income Tax.
  - (b) What do you mean by tax evasion ?

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- (c) What is Casual Income ?  
(d) What do you mean by clubbing of Incomes ?  
(e) Define the term 'Allowance'.  
(f) What is permanent account number ?  
(g) Define Self-Assessment.  
(h) What do you mean by Deemed Income ?

**SECTION - B**

**UNIT - I**

2. State clearly the difference between assessment of :  
(i) a Resident  
(ii) a not ordinarily Resident and  
(iii) a non-resident
3. A company appointed X in Delhi at a package of ₹ 7,00,000 p.a. The company bifurcated ₹ 7,00,000 as under the payment of salary :

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(2)

(i) Basic Salary	3,00,000
(ii) Travelling allowance	19,200
(iii) Reimbursement of medical bills	15,000
(iv) Special allowance	1,44,000
(v) House Rent allowance	1,44,000
(vi) Employee's contribution in RPF	36,000
(vii) Employer's contribution in RPF	36,000
(viii) Deposit in Approved Gratuity fund	5,800

The employee paid house rent ₹15,000 p.m. and professional tax ₹200 p.m.

Compose taxable income firm salary.

**UNIT - II**

4. What deductions are allowed to a business man in computing profits ? Specify the expenses disallowed.
5. Describe the method of computing income under the head 'Income from other sources'.

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