

128/A19
Eng

SEAT No. _____

No. of Printed Pages : 3

SARDAR PATEL UNIVERSITY
B. COM. SEMESTER-6 Sixth (VI)
DATE: 28TH MARCH, 2019
TIME: 02:00 PM TO 04:00 PM
SUBJECT CODE: UB06CCOM02
BUSINESS TAXATION-2

TOTAL MARKS: 60

Que.1:

(A) What is assessment? Discuss about any two assessment. (08)

(B) Write short note: Income statement. (07)

OR

Que.1: Write short note:

1. Permanent Account Number [PAN]
2. Income tax paid in advance.
3. Tax deduct at source [TDS]

(15)

Que.2: Profit & loss A/c. of Sarim for the year ended 31-3-2018 is as under.

(15)

| Particulars | Rs. | Particulars | Rs. |
|-------------------------|----------|-----------------------|----------|
| Employees' salaries | 1,20,000 | Gross profit | 5,25,000 |
| Drawings | 25,000 | Bad debts recovery | 12,000 |
| Insurance premium | 12,500 | Commission | 1,500 |
| Bad debts reserve | 3,500 | House rent | 26,000 |
| Interest on capital | 8,500 | Interest and dividend | 13,000 |
| Interest on loan | 23,250 | Director fee | 11,000 |
| Printing and stationary | 6,750 | Discount received | 2,500 |
| Subscription | 2,500 | | |
| Professional tax | 2,000 | | |
| Postage-telegram | 3,000 | | |
| Donation | 15,000 | | |
| Income tax | 25,000 | | |
| Depreciation | 60,000 | | |
| Municipal tax | 6,000 | | |
| Travelling expense | 3,000 | | |
| Net profit | 2,75,000 | | |
| | 5,91,000 | | 5,91,000 |

Additional information:

- 1) Employees' salaries include salary paid to his son of Rs. 20,000, which is not validated by the Income tax department.
- 2) Insurance premium includes fire insurance premium of Rs. 7,500 and life insurance premium of Rs. 5,000.
- 3) Amount of allowable depreciation is Rs. 50,000 as per income tax act.
- 4) Printing and stationary includes Rs. 1,500 of stationary purchased for study of his son.
- 5) Municipal tax includes Rs. 4,000 of municipal tax of let out house.
- 6) Rs. 2,000 in bad debts recovery is not admissible as per income tax act.
- 7) Advertisement expense for the business of Rs. 5,000 is not recorded in above P. & L. A/c.

From the above information prepare statement of showing taxable income of business-profession of Ananya for the A.Y. 2018-19.

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(P.T.O)