

Subject : Advanced Accounting - II

Day : Saturday
Date : 08/10/2016

S.D.E.



Time : 3.00 P.M. TO 6.00 P.M.
Max Marks : 80 Total Pages : 2

N.B:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers to both the sections should be written in **SAME** answer book.

SECTION-I

Q.1 Explain the following term under the Income Tax Act. (**ANY FOUR**) **(16)**

- a) Person
- b) Non Resident in India
- c) Capital & Revenue Income
- d) Agricultural Income
- e) Set off and carry forward losses
- f) Annual Value
- g) Capital Asset
- h) Casual Income

Q.2 **(16)**

From the following Trading and Profit & Loss Account of Mr. A for the year ended 31st March 2016. Compute his total taxable income.

Particulars	Amount	Particulars	Amount
To Opening Stock	3,20,000	By Sales	42,00,000
To Purchases	36,00,000	By Closing Stock	4,80,000
To Gross Profit	7,60,000		
	46,80,000		46,80,000
To Salaries and Wages	3,64,000	By Gross Profit	7,60,000
To Rent paid	108,000	By Diveded from	32,000
To Insurance Premium	28,900	Co-Op. Bank	
To Printing and Stationery	17,000		
To Advertisement Expenses	7,200		
To A's House hold Expenses	2,60,000		
T.Net Profit	6,900		
	7,92,000		7,92,000

An analysis of the expenses revealed the following:

- a) Salaries and wages include Rs. 1,80,000/- paid to salary to 'A' and Rs. 4000/- paid to A's domestic servant.
- b) Rent included Rs. 18,000/- paid to A's minor son.
- c) Rs. 16,000/- paid as Life Insurance premium on a policy on Mrs. A's Life was included in Insurance Premium.
- d) A also owns a house property which had been fully let out at Rs. 8000/- p.m. Municipal taxes of Rs. 21,000/- paid annually on this property had been included under household expenses.
- e) Household expenses also included Rs. 38,000/- being the amounts paid into a public provident fund account in A's name.

(P.T.O.)

OR

- Q.2** a) Explain the meaning of Capital Asset under capital gain? What are the types of capital Assets? (08)
- b) Explain any eight deductions under section 80 C of the Income Tax Act. (08)

SECTION-II

- Q.3** Explain the provisions under the Income Tax Act for starting prosecution under different defaults. (16)

OR

- Q.3** From the following transactions, calculate, total taxable value of services & service tax payable for quarter ended 31.12.2015. (16)
- a) Mr. N provides business management services to Mr. P of Rs. 2 Lakhs.
- b) Mr. X, a Dental surgeon provides dental services to patients & earns Rs. 3 Lakhs.
- c) Mr. K rented his property to PQR PVT LTD for commercial use & received rent of Rs. 1, 36,800 which includes service tax.
- d) LML travels; a partnership firm provides student transportation services to an Educational institution of Rs. 6 Lakhs.

- Q.4** X co. furnishesh you the following information:- (16)

- Raw material purchased Rs. 5,00,000 plus VAT 5%
- Manufacturing expenses (revenue) Rs. 2,00,000
- Sale price Rs. 8,00,000 plus VAT 5%
- Plant & machinery acquired Rs. 2, 50,000 plus VAT 5% eligible for input tax credit in the year of acquisition itself.

Compute VAT Liability under-

- i) Gross product variant
- ii) Consumption variant

Also state which variant is beneficial to dealer?

OR

- Q.4** a) What are the salient features of Inter - State Sales? (08)
- b) What are the contents of form C in Central Sales Tax Act (08)
- Q.5** Write short notes on (ANY TWO) of the following: (16)
- a) Registration under Central Sales Tax Act
 - b) Time limit for Passing Penalty Order
 - c) Professional Tax
 - d) Due date for Payment of Service Tax

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