

**B.Com. (Semester – VI) Examination, Oct./Nov. 2017**  
**ACCOUNTING MAJOR 2 : Income Tax, Service Tax and Goa**  
**Value Added Tax : Paper – II (New Course)**

Duration : 2 Hours

Max. Marks : 80

- Instructions:** i) Question No. 1 is **compulsory**.  
 ii) Answer **any 3** questions from the **remaining** questions.  
 iii) Show important **working notes** as fair work.  
 iv) Figures to the **right** indicate marks **allotted**.

1. A) 'Mr. Vedang Varma', a non-corporate assessee, has estimated his income tax liability on his income for the financial 2016-17 at Rs. 3,57,000. Ascertain the instalments of advance tax payable by him on different dates. 5

- B) 'Mrs. Shefali Salkar' makes the following donations during the previous year 2015-2016 :

- i) Rs. 10,000 to National Children's Fund.
- ii) Rs. 5,000 to Central Welfare Fund of Indian Army.
- iii) Rs. 4,000 to National Political Party in India.
- iv) Rs. 2,000 to Local Authority for charitable purpose.

Her gross total income for the previous year 2015-16 is Rs. 5,45,500. Compute admissible deduction u/s 80G and her net taxable income for the assessment year 2016-17. 5

- C) 'Mr. Rohit Raikar', a resident of Mapusa-Goa, provides the following details of his house property for the previous year 2015-2016.

Particulars	Rs.
Purchase of house property on June 30, 1995	2,50,000
Cost of construction of first floor in May, 2002	5,50,000
Cost of construction of second floor in December, 2010	8,00,000
Sale of house property in January, 2016	55,00,000
Expenditure on transfer	35,000
Cost inflation index (1995-1996 : 281, 2002-2003 : 447, 2010-2011: 711, 2015-2016 : 1081).	

Compute the amount of capital gain for the assessment year 2016-2017. 5

P.T.O.



D) Mrs. Alfa D' Souza' a registered dealer in Goa, provides the following information for the quarter ended 31<sup>st</sup> December, 2015 :

- i) Sale price of Goods received in cash Rs. 8,90,000.
- ii) Sale price of goods receivable Rs. 1,00,000.
- iii) Sale price of tax free goods (included in sale price of goods received in cash) Rs. 35,000.
- iv) Cash discount (not included in the above sale) Rs. 12,000.
- v) Goods returned within 15 days from the date of sale in Goa (included in the above sales) Rs. 4,500.
- vi) Inter-state sales (not included in the above sales) Rs. 25,000.

Calculate her taxable turnover for the above quarter under the Goa VAT Act, 2005.

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2. Mr. Gopalkrishnan is a businessman, 54 years of age, whose income for the year ended 31<sup>st</sup> March, 2016 under the head 'Profits and Gains from Business or Profession' is computed at Rs. 4,65,800. He owns two residential house properties the details of which are as follows :

Particulars	House I Rs.	House II Rs.
Location of the house	Pednem	Panjim
Nature of occupation	SOP	Let Out
Municipal valuation	1,80,000	2,34,000
Fair rent	1,73,000	1,99,900
Actual rent :		
1-4-2015 to 30-9-2015		18,000 p.m.
1-10-2015 to 31-3-2016		20,000 p.m.
Vacancy period		One Month (Jan. 2016)
Municipal tax paid (2015-2016)	1,800	3,680
Municipal tax paid (2014-2015)		2,200
Date of borrowing capital for construction	1-4-2012	1-3-1999



Interest on capital borrowed :

Paid during the current year	35,000	34,000
Outstanding for the current year	27,000	–
Repairs of the property	–	3,500
Fire insurance premium paid	5,000	–
Arrears of rent (2014-2015) paid by the tenant on 1 <sup>st</sup> May, 2015	–	22,000

Further information for the assessment year is as under :

- i) Paid medical insurance premium by cheque for himself and his spouse Rs. 12,000, on the health of the dependent daughter Rs. 4,000 and on the health of 67 years old dependent father Rs. 7,000.
- ii) Repaid Rs. 50,000, including an interest of Rs. 7,000 in respect of loan taken from a nationalized bank for his son's higher education.

Compute his Total Taxable Income and Tax Payable for the Assessment Year 2016-17.

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3. Mr. Ramchandra Mishra, 82 year's old, retired employee of Govt. of Goa, suffering from 45% of disability provides you the following details for the previous year ending 31<sup>st</sup>, March, 2016
- a) He received a dividend of Rs. 4,000 from Vedanta Pvt. Ltd. Company Rs. 5,000 from State Bank of India and Rs. 9,000 from a foreign company. Bank charges of Rs. 500 paid towards the dividend received from Vedanta Pvt. Ltd. Company and State Bank of India and Rs. 800 as collection charges towards the dividend received from foreign company.
  - b) Income from sub-letting of residential house property Rs. 60,000. He paid rent of Rs. 36,000 to the owner of the house property and Rs. 600 to the Municipality towards municipal tax of the house.
  - c) Income Tax refund (including interest of Rs. 2,000) Rs. 22,500.
  - d) He has written a book which has fetched him a royalty of Rs. 65,000. Expenses incurred towards manuscript Rs. 12,000 and for purchase of reference material for the book Rs. 5,500.



- e) He received cash gift of Rs. 44,000 from his friends and Rs. 12,000 from his grandson on the occasion of his Birth Day.
- f) On November 2, 2015, He purchases a house property from his friend for Rs. 6,50,000 (stamp duty value of the property is Rs. 10,00,000)
- g) His taxable Income from Salary was Rs. 6,64,000.

During the year he had made following investments :

- I) Deposited in Senior Citizens Saving Scheme Rs. 50,000.
- II) Invested in notified units of Unit Trust of India Rs. 15,000.

Compute his Total Taxable Income and Tax Payable for the Assessment Year 2016-17.

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4. Answer in short **any four** of the following : **(4×5=20)**

- a) Provisions relating to deduction for interest on borrowed capital in case of self occupied house property.
- b) Deduction U/S 80 DD of Income Tax Act, 1961.
- c) Payment of advance income tax by virtue of order of the Assessing Officer.
- d) Due dates for filing returns U/S 139(1) of Income Tax Act, 1961.
- e) Definition of 'Goods' under the Goa Value Added Tax Act, 2005.

5. Answer in short **any four** of the following : **(4×5=20)**

- a) Pre-construction period and interest for pre-construction period of house property.
- b) Deduction U/S 80 CCD of Income Tax Act, 1961.
- c) Payment of advance income tax by the assessee of his own account.
- d) When is the return is called 'Defective' under Income Tax Act, 1961 ?
- e) Definition of 'Dealer' under the Goa Value Added Tax Act, 2005.

6. a) Explain the following in relation to a capital asset :

- i) Definition of 'Transfer'. **5**
- ii) Procedure of computation of short-term capital gain. **5**

b) Explain the procedure for registration of a Dealer under Goa VAT Act, 2005. **10**

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