

- N.B** 1) All question are compulsory with Internal option.
2) All questions carry equal marks.

Q.1 A) Miss Kaveri a resident of U. K. came to India first time on 1st May, 2000, She stayed here without break for 3 years and left for Japan 1st May, 2003, returned to India on 1st April, 2004 and went back to U.K. on 1st December, 2004, She was posted back to India on 20th January, 2008 and is still here. Determine her residential Status. For the previous year ended on 31st March, 2008 giving explanation for your answer.

B) Mr. Johny, a British Citizen had the following income during the year ended on 31st March, 2008.

	Rs,
1) Income from House property in India	15,000/-
2) Income from property in Rome.	10,000/-
3) Interest from bank Account in India.	1,200/-
4) Income from business in Bangladesh, being controlled from India.	16,000/-
5) Interest on bank Account in U.S.A.	11,000/-
6) Salary earned & received in Tokyo	12,000/-
7) Income earned & received in London	13,000/-
8) Dividend from British company Received in India.	17,000/-

OR

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- Q.1** i) Explain the deductions u/s. 24 [House Property]
ii) Explain deduction U/s. 16 [Salary Income]

Q.2 Mr. Mukesh Jain is working in Kox Foods a proprietary concern drawing Basic Salary of Rs.9,000/- p.m. He gets the following further benefits.

- Motor car is provided for both official personal purposes with driver. Perquisite value of car used for personal purpose is Rs.12,000/-.
- Medical facility provided in hospital belonging to the employer value of facility availed Rs. 19,000/-
- Rent free accommodation at Malegaon. Perquisite value of which is ascertained to Rs. 21600/-
- Gas, water and Electricity bills amounting to Rs. 15,000/- for personal use is paid by employer.
- Sweeper, cook and watchman provided at a salary of Rs.600/- p.m. each.
- Education for children provided in school run by employer cost of such education in similar institution is Rs.23,000/- which is treated as taxable perquisite value.
- Holiday trip for self and Family provided. Cost of such stay and travel is Rs.20,800/- The entire cost was borne by employer.

You are required to ascertain the income chargeable to tax under the head income from salaries for A. Y. 2008-09

Q.2 i) Explain the TDS provision for :

- a) Payment to contractor
- b) Payment of Rent
- c) Interest on Securities

Q.3 Mr. Prakash and Mr. Anil are equal owners of residential house property viz Kailas Dham consisting of 6 units. They borrowed Rs.1,00,000/- for construction of the house, from Mr. Tom Alter, a British resident, @ 10% per annum. Interest was payable yearly. No tax has been deducted from the Interest payable. Mr. Tom Alter is not Assessed to tax in India and no any other person is taxable as his representative in India. All the 6 units were let out, at a Monthly rent of Rs. 500/- per unit per month. Other particulars of the property for the year ended 31st March, 2008 are as follows :

Particulars	Rs,
Municipal Taxes paid	3,600/-
Insurance	840/-
Land Revenue	250/-
Ground Rent	350/-
Repairs'	2,000/-
Collection charges	400/-

The owners recovered Rs. 1,500/- which were allowed as a deduction as unrealise rent for A.Y. 2001-02, They intend to claim Rs.3500/- which are included in the income of the previous year and have been proved to be irrecoverable. However, all conditions of Rule 4 have not been satisfied.

Mr. Prakash is employed with M/s. Concept consulting Engineers Pvt. Ltd., on a salary for Rs. 5,000/- p.m. and no other benefits derived from the employer.

You are requested to ascertain Gross Total Income of Mr. Prakash for the Assessment year 2008 - 09.

OR

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Q.3 Write the following :-

- i) Vocation V/s. Profession
- ii) Define Salary. Explain Profits in LIEU of Salary
- iii) Unrealised Rent & Recouery of unrealised Rent.

Q.4 Service Tax :

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Write Notes on following :

- a) Banking & other Financial Services
- b) General Insurance
- c) Stock Braking

OR

- a) Management consultancy
- b) Credit Rating Agency
- c) Insurance Auxillary services.

