

**Note :** All questions are compulsory with internal options.  
All questions carry equal marks.

**Q.1** Mr. Sam a British Citizen came to India for commentary during the following period.

Period	Purpose
10-2-2005 to 20-4-2005	Triangular Cup 2006
6-10-2005 to 25-12-2005	Winter Cricket Tour of England
4-1-2006 to 12-1-2006	Chief Guest in one Competition
2-3-2006 to 29-3-2006	Triangular Cup 2006.

Discuss with reasons the residential status of Mr. Sam for Assessment year 2005-06 and 2006-07, assuming his stay in India was 340 days in the preceding three calendar years prior to world Cup visit and 600 days in the preceding seven years.

**OR**

**Q.1** Mr. Vikas, a foreign national, furnishes the following particulars of his income for the previous year relevant to Assessment Year 2006-07.

	Rs.
1. Interest on U.K. Development Bonds (entire amount received in London)	40,000
2. Interest on Bank Accounts in India	5,000
3. Dividend from British Company received in India	2,000
4. Income from property in India	3,000
5. Profit from a business in Delhi managed from India	30,000
6. Income from a business in Ceylon controlled from India	10,000

Determine gross total income of Mr. Vikas for the assessment year 2006-07 if he is (i) Resident and ordinarily resident ; (ii) Resident but not ordinarily resident & (iii) Non-Resident.

**Q.2 A)** Miss. Anuradha is employed with Anurag Sale & Service as a sale representative. She furnishes you the following information for the assessment year 2006-07.

- a) Salary @ Rs. 25,000 per month.
- b) Commission on sales Rs. 47,000/-
- c) Bonus equal to one month's salary was declared.
- d) Entertainment allowance @ Rs. 1,250 per month since 1<sup>st</sup> January, 1988.
- e) House Rent Allowance Rs. 5,000 (Exempt Rs. 3,000 /-)
- f) Perquisite value of conveyance provided by the employer for her personal use was ascertained at Rs. 12,000/-

You are required to ascertain the taxable income from salaries of Miss. Anuradha for the assessment year 2006-07.

- Q.2 A)** Give a detail note on 'Depreciation' as per Income Tax Act.  
**B)** What are the incomes chargeable under the head 'Profits and Gains of Business of Profession'.

- Q.3 A)** Explain in brief TDS provisions for contractors payment.  
**B)** What are the incomes chargeable under the head 'Income from Other Sources'.

**OR**

- Q.3** Mr. Indrajeet is the owner of two house properties, Ashokvan and Ramdarshan of which Ashokvan has been self-occupied and other let out. Particulars of these properties are as follows :

	Ashokvan Rs.	Ramdarshan Rs.
Actual Rent received	Nil	84,000
Municipal Valuation	80,000	80,000
Fair Rent	90,000	88,000
Municipal taxes paid	8,000	8,000
Interest on borrowed funds	17,000	Nil
Fire Insurance	900	1,900
Ground Rent	750	1,800
Land Revenue	3,850	3,900

Determine income from house property of Mr. Indrajeet for the assessment year 2006-07 assuming that the loan was taken prior to 1<sup>st</sup> April, 1999.

- Q.4 A)** Give provisions regarding Service Tax Act for any two of the following services  
 i) Banking & Other Financial Services.  
 ii) General Insurance  
 iii) Credit Rating Agency

- B)** Explain the deduction u/s 16 available from Income from Salary for assessment year 2006-07.

**OR**

- Q.4 A)** Give provisions regarding Service Tax Act for any two of the following services.  
 i) Stock Broking  
 ii) Management constancy  
 iii) Insurance Auxiliary Services.

- B)** Explain the deduction u/s 24 available from Income from House Property for assessment year 2006-07.

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