

INTERMEDIATE EXAMINATION

June 2014

P-7(DIX)
Syllabus-2012

Direct Taxation

Time Allowed: 3 Hours

Full Marks: 100

The figures in the margin on the right side indicate full marks.

Wherever necessary, the candidate may make suitable assumption and state the same clearly in the answer.

All the questions relate to the Income-tax Act, 1961 and pertain to the assessment year 2014-15, unless stated otherwise.

Section A

[Answer **Question No. 1** which is compulsory and **any four** from Q. Nos. 2 to 6]

1. (a) Fill up the blanks:

1×8=8

- (i) Mr. A, a senior citizen, has total income of ₹ 8 lacs, earned by way of interest from secured debentures. The advance tax payable by him is ₹ _____.
- (ii) A partnership firm will be treated as non-resident, only if the _____ of the control and management of its affairs is situate outside India.
- (iii) An employee of a partnership firm is treated as "specified employee" if the income under the head "Salaries", excluding non-monetary perquisites exceeds ₹ _____.
- (iv) The maximum amount of retrenchment compensation exempt u/s 10 (10B) in the hands of a person, when received from a private scheme not approved by the Board, is ₹ _____.
- (v) Where any unrealized rent, earlier allowed as deduction is realized subsequently, the deduction available therefor is _____.
- (vi) In the case of a payee not having PAN for whom tax is to be deducted at source u/s 194A, the rate applicable is _____.
- (vii) Net wealth tax computed to be rounded off to the nearest multiple of _____.
- (viii) Section _____ of the Wealth Tax Act provides for exemption from wealth tax to section 25 companies, co-operative societies, social clubs, etc.

(b) Choose the most appropriate alternative:

1×5=5

- (i) For an employee in receipt of fixed medical allowance, the maximum amount which is exempt is ₹
(A) 12,000 (B) 15,000 (C) 18,000 (D) Nil

Please Turn Over