

INTERMEDIATE EXAMINATION

June 2013

I-P7(ADT)  
Syllabus 2008

Applied Direct Taxation

Time Allowed: 3 Hours

Full Marks: 100

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

*Answer Question No. 1 which is compulsory and any five questions from the rest.*

*Wherever necessary, you may make suitable assumptions and state them clearly in your answer.*

*Working notes should form part of the answer.*

*All questions relate to the assessment year 2013-14, unless stated otherwise.*

1. (a) Choose the most appropriate alternative: 1×13=13
- (i) The basic Exemption limit for a female below the age of 60 years for the assessment year 2013-14 is  
(A) ₹ 1,80,000 (B) ₹ 1,90,000 (C) ₹ 2,00,000 (D) ₹ 2,50,000
- (ii) Under Rule 7A of the Income Tax Rules, the following %age of income from manufacture of Rubber shall be deemed to be business income and liable to tax  
(A) 15% (B) 25% (C) 35% (D) 50%
- (iii) Interest is payable to assessee on Refund under the Income Tax Act 1961 at the rate of  
(A) 5% (B) 6% (C) 9% (D) 12%
- (iv) The maximum penalty leviable for failure to keep or maintain books of account or document as required u/s. 44AA of the Income tax Act 1961 is  
(A) ₹ 50,000 (B) ₹ 75,000 (C) ₹ 1,00,000 (D) ₹ 1,50,000
- (v) Tax on non-monetary benefit paid by the employer is  
(A) Fully taxable (B) Taxable to the extent of 50% (C) Taxable to the extent of 60%  
(D) Fully exempted from Tax.
- (vi) Mr. A gifted jewellery worth Rs. 5 lakhs to his wife Mrs. A on 12th April 2012. Mrs. A in turn gifted the said jewellery to Mrs. B, the wife of their son Mr. B on 25th May 2012. The value of the jewellery as on 31st March 2013 is includible in the net wealth of  
(A) Mr. A (B) Mrs. A (C) Mrs. B (D) Mr. B
- (vii) The maximum amount of deduction from Gross Total Income available to an individual for interest on savings bank deposit is  
(A) ₹ 5,000 (B) ₹ 7,500 (C) ₹ 10,000 (D) ₹ 12,000
- (viii) Loss from activity of outstanding and maintaining race horses can be carried forward for : (Assessment years)  
(A) 4 (B) 6 (C) 8 (D) 5
- (ix) Annual value of house property if not let out is taken as \_\_\_\_\_.
- (x) No tax is deductible if the amount of rent credited or paid during the financial year does not exceed rupees \_\_\_\_\_ u/s. 194 I of the Income Tax Act 1961.
- (xi) When entire net consideration has been invested by an individual towards subscription of shares of an eligible company the exemption u/s. 54GB of the Income Tax Act 1961 would be  
(A) NIL (B) 10% of capital gain (C) 50% of capital gain (D) 100% of capital gain

**Please Turn Over**

