



# RAN-0550

## M.Com.Integrated (Sem.X) Examination

### March / April - 2019

### MC-10.2 Coporate Tax Planning and Management - 2

સૂચના : / Instructions

નીચે દર્શાવેલ નિશાનીવાળી વિગતો ઉત્તરવહી પર અવશ્ય લખવી.  
Fill up strictly the details of signs on your answer book

Name of the Examination:

M.Com.Integrated (Sem.X) Examination

Name of the Subject :

MC-10.2 Coporate Tax Planning and Management - 2

Subject Code No.: 0 5 5 0

Seat No.:

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Student's Signature

**Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks of a question.
3. Precise and to the point answers are expected.

**Q.1 Answer in short: (10)**

(1) Explain the disadvantages of lease financing. (3)

(2) Explain the provisions for interest payable under section 234D. (3)

(3) Mrs. Brinda Patel (45 years) is working in a Manufacturing Company in Delhi. She is drawing a salary of ₹ 2,20,000 per month. She has not reported any other income to the company. She deposits ₹ 1,30,000 in PPF account and ₹ 40,000 in Life Insurance Premium. What amount of tax should be deducted at source from a monthly salary by the company? (4)

**Q.2 (14)**

Y Ltd. Manufactures a toy with a component Z which can be bought from the market at a price of ₹ 8.00 per unit or it can be produced at a factory.

Following details are available:

The component will be manufactured on a new machine costing ₹ 80,000 with a life of 10 years. Material requirement will be 1 kg for 1 unit and labour requirement is 5 hours for 1 unit. The salary of

supervisor will be ₹ 1500 per month and two supervisors will be required. Other variable cost will be ₹ 0.15 per hour. Cost of material is ₹ 2.70 per kg and cost of labour is ₹ 0.25 per hour. Machine's capacity is 30,000 components per annum. Will it be profitable to make or buy the component? (Assume Tax rate is 30.90%)

**Q.3 (A)** Explain the meaning of "amalgamation" under the income tax act [Section 2 (IB)]. **(6)**

**(B)** From the following information compute the advance tax payable of Mr. Pinak for PY 2017-18. **(8)**

Also calculate the advance tax installments and due dates to pay them.

Income from business and profession (taxable)	10,00,000
Long Term Capital Gain	80,000
Loss from House property	70,000
Deductions under section 80C	1,60,000
Tax deducted at source	8,000

**Q.4 Write a short note on following (Any two):** **(12)**

- (1) Tax Deducted at Source from Interest on securities (Section 193)
- (2) TDS Certificate
- (3) Consequences if capital assets are transferred as stock in trade in a course of merger (Section 43C)

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