

**INTERNAL QUESTIONS FOR SYBIM SEMESTER IV ATKT, APRIL,
2019**

TAXATION

• **258**

1. Following is the receipts and payments account for the year ended march 31, 2017 of Mr.Rajneesh a practicing lawyer.

Receipts	Rs	Payments	Rs
To Balance b/f	8,500	By salaries	25,000
To Professional Fees	2,10,000	By Office Rent	6,000
To Salary as a Law Lecturer	900	By Subscription of legal publication	3,000
To Lottery prize	6,000	By printing and stationery	7,200
To Received from his father's H.U.F being his share	9,500	By advance tax	60,000
To Gifts received from his clients	20,000	By purchase of typewriter	5,000
		By Personal drawings	35,000
		By purchase of car (15-10-2016)	90,000
		By office expenses	12,000
		By Balance C/f	11,700
	2,54,900		2,54,900

- - Other relevant particulars are:
 - 1) Depreciation on car is allowed at 20%
 - 2) 1/3 of the car use has been for personal purposes.
 - 3) Depreciate typewriter by 12.5%
 - Determine the taxable business income of Mr. Rajneesh for the assessment year 2017-18
2. Mr. Sanjay, an Indian citizen went to USA for the first time for the purpose of employment on 10th May, 2016. He came back to India on 19th November, 2016. Find out his residential status for the assessment year 2017-18.
3. Mr JOE, a foreign national furnishes the following particulars of his income earned during the previous year relevant to assessment year 2017-2018(15 marks)
1. Income from property in America received in India Rs. 1000.
 2. Dividends from shares from foreign companies which is received in India Rs. 3000
 3. Profits from business in Mumbai and managed from England Rs.4000
 4. Income from house property in India Rs. 5000
 5. Interest on bank accounts in America Rs.6000
 6. Income earned in past but brought in India during the year Rs. 7000

Find out her gross total income if he is-

- A) resident and ordinarily resident
- B) resident but not ordinarily resident
- C) non-resident

4. Define Income under provisions of income tax act , 1961.