

DF-439

MBA. III Semester (FT) Exam. 2014

CORPORATE TAXATION

Paper : FSF-4 Time Allowed : Three Hours Maximum Marks : 80

Note: Attempt questions of all sections.

Section - A Short Answer type Questions

Note: Attempt any four questions. Each question carries 8 marks.

Q.1. Explain how tax liability of an assessee is determined with reference to his residence?

Q.2. What are the provisions regarding set-off of the following losses.

- a) Short term capital losses
- b) Speculation losses

Q.3. Explain the tax planning provisions in respect of infrastructure facility.

Q.4. Explain the following:

- a) Inter corporate dividends
- b) Bonus shares

Q.5. What tax incentive has been provided to share holders of Amalgamating company?

Q.6. Discuss the factors you will consider in making a decision regarding 'make or buy'.

Q.7. Discuss the provisions of income tax act relating to Amalgamation of companies.

Section - B Long Answer Type Questions

Note: Attempt any three questions. Each question carries 16 marks.

Q.9. The book profit of a company in previous year 2012-13 computed in accordance with sec.115 JB of the Income tax act is Rs. 12,00,000. Its total income under the income tax Act for the same period is computed at Rs. 3,50,000. Is the company liable to pay minimum alternative tax? If yes how much has to be paid?

Q. 10. What are the provisions governing the set-off of losses? And explain the provision regarding set-off of losses while computing the total income.

Q.11. "Tax incentives have been provided for amalgamation to amalgamating company, the share holders of amalgamating company and the amalgamated company".

Enumerate the incentive provided to the amalgamating company and its shareholders.

Q.12. What are the factors to be considered while making a lease or buy decision? When should a leasing be preferred over purchases?