M. B. A.

(SEM. IV) EXAMINATION, 2006-07 TAX
PLANNING & FINANCIAL REPORTING

Time : 3 Hours] [Total Marks : 100

Note : (1) Attempt all questions.
(2) All questions carry equal marks.

1 Attempt any two of the following : 2x10=20
(a) 'Company is the only business entity on which income tax at a flat rate without any exemption limit is applicable.' Is this statement true? Explain.
(b) 'Taxation is essential for the overall development of the economy.' Elucidate.
(c) Explain the various tax concessions available to Non-Resident Indians.

2 Attempt any two of the following : 2x10=20
(a) Discuss the important provisions in Income Tax regarding deduction of tax at source.
(b) Explain Standard Deduction and its significance in the calculation of Income Tax.
(c) Describe the Classes of Income authority as provided in the IT Act.
3. Attempt any **four** of the following: \[4 \times 5 = 20\]
   (a) "Depreciation in respect of capital expenditure as to a building may be claimed even if the same is not owned by the Assessee." Discuss.
   (b) What tax incentives have been provided by the government to entrepreneurs for setting up new enterprises.
   (c) State the provisions of set off and carry forward of losses from speculation, long term capital asset and non speculation business.
   (d) Discuss taxation and Mergers and Amalgamation.
   (e) Discuss taxation and lease financing.

4. Attempt any **two** of the following: \[2 \times 10 = 20\]
   (a) Enumerate on the importance of Wealth tax while filing returns.
   (b) Give the salient features of valuation of assets for the purpose of assessment of wealth tax.
   (c) Explain levy of and provisions of wealth tax.

5. Attempt any **two** of the following: \[2 \times 10 = 20\]
   (a) 'Excisable goods should be goods which are movable and marketable to attract levy of Central Excise Duty.' Discuss.
   (b) Customer Protection Act, 1962 helps to safeguard the consumers from filthy goods. Explain.
   (c) Explain the meaning of Adjudication Authority under Central Excise Act.