

Internal Assessment Test - I

Sub:	Direct Taxation	Code:	18MBAFM303
Date:	18/9/2019	Duration:	60 mins
		Max Marks:	50
		Sem:	III
		Branch:	MBA

		Marks		OBE	
		CO	RBT	CO	RBT
Part A - Answer all the questions (15* 1 = 15 marks)					
1	Corporate tax is example of a. Direct tax b. indirect tax c. both d. none	1		2	
2	Which of the followings is example of indirect tax? a. Personal income tax b GST c. wealth tax d. capital gains tax	1		2	
3	Which is foreign income from the following incomes? a. Dividend from a foreign company received in India b. Income from agriculture in Mysore c. Income from business in Iran which is controlled from New Delhi d. None	1		2	
4	Which is the financial year for a business which is newly set up on 1/10/2019? a. From 1/4/2019 to 31/3/2020 b. From 1/4/2019 to 1/10/2019 c. From 1/10/2019 to 31/3/2020 d. None	1		2	
5	Which is the financial year for a business which is closed on 1/1/2019? a. From 1/4/2019 to 31/3/2020 b. From 1/4/2018 to 1/1/2019 c. From 1/1/2019 to 31/3/2020 d. None	1		2	
6	Which of the followings is example of local authority? a. Mr.Raju b. Infosys Ltd. c. Gajanana Yuvaka Sangha d. BBMP	1		2	
7	Which of the followings is example of artificial judicial person? a. IISc b. IIM c. IIT d. All	1		2	
8	An individual to be ordinarily resident has to fulfill a. One basic condition and one additional condition b. Any one basic condition and both of the additional conditions c. Both of the basic conditions and any one additional condition d. None	1		2	
9	If Mr.X fulfills second basic condition and first additional condition, what is his residential status? a. OR b. NOR c. NR	1		2	
10	If Mr.Y fulfills first basic condition and second additional condition, what is his residential status? a. OR b. NOR c. NR	1		2	
11	If Mr.Z fulfills both of the additional conditions but none of the basic conditions, what is his residential status? OR b. NOR c. NR	1		2	
12	Which of the followings is basic condition for determining residential status of an individual? a. He/she has to be resident for atleast 2 years out of 10 years immediately preceding previous year b. He/she has to be in India for atleast 730 days out of 7 years immediately preceding previous year c. He/she has to be in India for atleast 182 days during the previous year d. None	1		2	
13	Which of the followings is additional condition for determining residential status of an individual? a. He/she has to be resident for atleast 2 years out of 10 years immediately preceding previous year b. He/she has to be in India for atleast 2 years out of 10 years immediately preceding previous year c. Both d. None	1		2	

- 14 Which of the followings is second basic condition for determining residential status of an individual?
- He/she has to be in India for atleast 60 days during the previous year and 365 days out of 5 years immediately preceding the previous year
 - He/she has to be in resident for atleast 60 days during the previous year and 365 days out of 4 years immediately preceding the previous year
 - He/she has to be in India for atleast 60 days during the previous year and 365 days out of 4 years immediately preceding the previous year
 - He/she has to be in India for less than 60 days during the previous year and 365 days out of 4 years immediately preceding the previous year
- 15 Which is Indian income from the following incomes?
- Dividend received from Indian company
 - Income from agriculture in Nepal (received in Nepal)
 - Interest on German Development Bonds (received in German)
 - None

Part B – Practical problems (7*5=35 marks)

- 16 Mr.Z received the following incomes during the financial year 2019-20. What is taxable income if he is OR, NOR and NR for the AY 2020-21?
- Earned a profit of Rs.1,00,000 from his business set up in London controlled from Bangalore
 - Dividend received in India from a foreign company Rs.25,000
 - Pension from a former employer in UK, received in India Rs.3,00,000
- OR: Rs.4,25,000 NOR: Rs.4,25,000 NR: Rs.4,25,000
 - OR: Rs.4,25,000 NOR: Rs.4,25,000 NR: Rs.3,25,000
 - OR: Rs.4,25,000 NOR: Rs.3,25,000 NR: Rs.3,25,000
 - None
- 17 Mr.X received the following incomes during the financial year 2019-20. What is taxable income if he is OR, NOR and NR for the AY 2020-21?
- Earned a profit of Rs.2,00,000 on sale of plant in London (One-fourth is received in India).
 - Income from agriculture in Pakistan Rs.4,00,000 (earned and received in Pakistan), but Rs.3,00,000 remitted to India.
 - Earned a profits of Rs.5,00,000 on sale of a building in India but received in Nepal.
- OR: Rs.8,50,000 NOR: Rs.5,50,000 NR: Rs.5,50,000
 - OR: Rs.10,00,000 NOR: Rs.8,50,000 NR: Rs.8,50,000
 - OR: Rs.10,00,000 NOR: Rs.5,50,000 NR: Rs.5,50,000
 - None
- 18 Mr.Y received the following incomes during the financial year 2019-20. What is taxable income if he is OR, NOR and NR for the AY 2020-21?
- Salary from US company received in India Rs.8,00,000, out of which he remitted Rs.5,00,000 to his son studying in UK
 - Brought to India, the past untaxed profit of Rs.1,00,000 of the year 2011-12.
 - Received, in India, gift (in foreign currency) from his friend in US Rs.1,20,000.
- OR: Rs.10,20,000 NOR: Rs.10,20,000 NR: Rs.10,20,000
 - OR: Rs.9,20,000 NOR: Rs.9,20,000 NR: Rs.9,20,000
 - OR: Rs.8,70,000 NOR: Rs.8,70,000 NR: Rs.8,70,000
 - None
- 19 Mr.X a chief executive of a company had undertaken foreign tour on various occasions for company's work and was out of India for a total number of 225 days during the p.y. ending March 31, 2020. He visited a foreign country for the first time during May 2019. What is his residential status for the AY 2020-21?
- OR
 - NOR
 - NR
- 20 Mr.Mahesh comes to India, for the first time, on April 16, 2017. He stays in Chennai up to April 10, 2019 and thereafter shifts to Mumbai. He departs from Mumbai for his native country on October 2, 2019. What is his residential status for the AY 2020-21?
- OR
 - NOR
 - NR
- 21 X, after about 30 years' stay in India, returns to America on January 29, 2017. He returns to India on 1st July 2019 to join an American company as its overseas branch manager. What is his residential status for the AY 2020-21?
- OR
 - NOR
 - NR

1	2
1	2
1	3
1	3
1	3
1	3
1	3
1	3
1	3

22 Mr. Steve, an American citizen has been visiting India for a period of 102 days every year since 2009-10. During the previous year 2019-20 also he visited India for the same period. What is his residential status for the AY 2020-21?
 a. OR b NOR c. NR

1	3

Course Outcomes		PO1	PO2	PO3	PO4	PO5
CO1:	Understand the basics of taxation and process of computing residential status.	1a,b,c 2a,b,c 3a,b,c				
CO2:	Calculate taxable income under different heads			4		
CO3:	Understand deductions and calculation of tax liability of Individuals.					
CO4:	Know the corporate tax system.					

Cognitive level	KEYWORDS
L1	list, define, tell, describe, recite, recall, identify, show, label, tabulate, quote, name, who, when, where, etc.
L2	describe, explain, paraphrase, restate, associate, contrast, summarize, differentiate interpret, discuss
L3	calculate, predict, apply, solve, illustrate, use, demonstrate, determine, model, experiment, show, examine, modify
L4	classify, outline, break down, categorize, analyze, diagram, illustrate, infer, select
L5	grade, test, measure, defend, recommend, convince, select, judge, support, conclude, argue, justify, compare, summarize, evaluate
L6	design, formulate, build, invent, create, compose, generate, derive, modify, develop, integrate

PO1–Theoretical Knowledge; PO2–Effective Communication Skills; PO3–Leadership Qualities; PO4 –Sustained Research Orientation; PO5 –Self-Sustaining Entrepreneurship

CCI

HOD

Scheme

Q.No.	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22
	a	b	c	c	b	d	d	b	b	b	c	c	a	c	a	b	d	b	c	b	a	b