



THE ANSWERS MUST BE ATTEMPTED ON THE ANSWER SHEET PROVIDED

✓ **Q.1** State with reasons whether the following are capital or revenue: (15x2=30)

1. Legal expenses incurred in raising a loan.
2. Cost of white-washing the business building.
3. Royalty paid for acquiring a copyright **CE**
4. Wages paid for the manufacture of product for sale. **RE**
5. Rent paid for a hired machinery. **RE**
6. Cost of issuing shares and debentures.
7. Pension paid to employee.
8. Royalty received from transfer of copyright
9. Profit on sale of a house by a property dealer.
10. Amount received on sale of a house purchased for residential purposes.
11. Compensation received on temporary disability.
12. Exhibition expenses
13. Amount received from a debtor who purchased merchandise and whose account was previously written off as bad.
14. Receipt of three years' rent of building in advance.
15. Legal fee received for drafting a Memorandum or Articles of Association of a company.

Answer the following questions.

(3x10=30)

Q.2 What do you mean by agricultural income? Is it taxable in Pakistan? Give 5 examples of income from agriculture. **30**

Q.3 What are the allowable deductions under Section 15A in respect of income from property? **95**

Q.4 Explain various types of depreciation allowances. Narrate the conditions for admissibility of depreciation under the Act **99**



UNIVERSITY OF THE PUNJAB

B.S. 4 Years Program / Sixth Semester - 2020

Roll No.

Paper: Taxation Management (Basic)
Course Code: BBA-307 Part - II

Time: 2 Hrs. 45 Min. Marks: 50

ATTEMPT THIS (SUBJECTIVE) ON THE SEPARATE ANSWER SHEET PROVIDED

Q2 Short Questions

(10x2=20)

- i. Define special tax year with example. 23
- ii. What does it mean by Tax Amnesty Scheme Notes
- iii. Define the Term "Resident AOP and Resident COMPANY" under income tax ordinance 2001 14, 15
- iv. Define Non-Profit organization with Rule of Exemption as well if it is so. //
- v. Salaried Person
- vi. Discuss the rules regarding Exemption under Travelling Allowance Daily Allowance and Uniform Allowance (with examples)
- vii. Define assessment year
- viii. Taxable income 22
- ix. Treatment of unpaid rent 23
- x. Define the term provident fund. 72

Q.3 Long Questions

(3x10=30)

- i. What are the different types of perquisites enjoyed by a salaried person? Discuss.
- ii. What are the allowable deductions under section 15A in respect of income from property? 95
- iii. Discuss the composition and functions of Appellate tribunal.

225, 226



UNIVERSITY OF THE PUNJAB
B.S. 4 Years Program / Sixth Semester - 2019

Roll No.

Paper: Taxation Management (Basic)
Course Code: BBA-307 Part - II

Time: 2 Hrs. 45 Min. Marks: 80

ATTEMPT THIS (SUBJECTIVE) ON THE SEPARATE ANSWER SHEET PROVIDED

Q. No.2: Define the short answers of the following questions.

(2*10=20)

- i. Define KIBOR.
- ii. What is Capital Asset?
- iii. Difference between normal tax year and transitional tax year. 23
- iv. Give two examples of Partly Agricultural and Partly Non-Agricultural Income. 32
- v. Define Rent Chargeable to tax (RCT). 98
- vi. Why is it important to differentiate between Revenue and Capital expenditure?
- vii. What is the difference between Exempt and Non-Taxable?
- viii. What is the tax treatment of "Loan to Employee" under the income tax ordinance 2001?
- ix. Enlist at least four examples of Income from Other Sources. 131
- x. Define Best Judgment Assessment. 142

Q. No. 3: Answer any one of the following.

(15)

What is Provident Fund? Discuss the treatment of various types of Provident Fund for inclusion in total income and exemption from income tax. 74

OR

What is meant by Agriculture Income? Is it taxable in Pakistan? Give explanation of different types of agricultural Income. 30

P.T.O.



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UNIVERSITY OF THE PUNJAB

Sixth Semester - 2018

Examination: B.S. 4 Years Programme

Roll No.

PAPER: Taxation Management (Basic)

Course Code: BBA-307 Part - II

TIME ALLOWED: 2 Hrs. & 45 Mints.

MAX. MARKS: 50

Attempt this Paper on Separate Answer Sheet provided.

Q 2: Answer the following short questions:

(2×10 = 20)

- (1) What is Cycle of Assessment? **16**
- (2) Why is it important to distinguish resident & non-resident person?
- (3) What is Capital Gain? **123**
- (4) When a return is considered to be invalid??
- (5) What is Appellate Tribunal?
- (6) What is Provisional Assessment? **143**
- (7) Define KIBOR? **Done**
- (8) Enlist any five deductions made in computing the income from property?
- (9) Define Tax Year, Enlist its types **22, 23**
- (10) Define Whistle Blower. **28**

Long Questions:

(10×3=30)

Q 3: Define Chief Commissioner. Discuss powers & functions of Commissioner Inland Revenue. **217**

Q. 4:

- a) What is Provident Fund? Explain its types **74**
- b) What is Agricultural Income? Explain its types and give examples of agricultural and non-agricultural income **Done**

Q. 5: Compute the taxable income of Mr. Osama (senior citizen of Pakistan) who during the tax year ended 30th June 2017 derived income from the following sources:

Salary	Rs. 595,000
Annual leave fare assistance	29,600
Interest free loan received from employer	600,000
Overtime payments received	10,500
Encashment of leave preparatory to retirement	40,000
Conveyance provided by employer (Both for personal & professional use)	60,000
Gratuity received from the employer (Approved by Board)	225,000
Reimbursement of gas, water and electricity bills	20,000
Taxable income from gifted property	80,000
Profit from speculation business	100,000
Loss from other speculation business	75,000
Profit on sale of inherited jewelry (Holding period more than 12 months)	45,000
Zakat deducted	34,620
Prize on prize bond	10,000
Tax deducted at source	12,000
Amount claimed for rebate (a) Shares of listed company purchased (b) Personal legal expenditure	50,000 12,000

Tax rates for salaried person year 2016-17

	Nil
1. Up to Rs. 400,000	
2. Rs. 400,000 to Rs. 500,000	2% on the amount exceeding Rs. 400,000
3. Rs. 500,000 to Rs. 750,000	Rs. 2,000 + 5% of exceeding Rs. 500,000
4. Rs. 750,000 to Rs. 1,400,000	Rs. 14,500 + 10% on the amount exceeding Rs. 750,000
5. Rs. 1,400,000 to Rs. 2,500,000	Rs. 79,000 + 12.5% on the amount exceeding Rs. 1,400,000
6. Rs. 2,500,000 to Rs. 3,800,000	Rs. 92,000 + 15% on the amount exceeding Rs. 2,500,000
7. Rs. 3,800,000 to Rs. 7,500,000	Rs. 137,000 + 17.5% on the amount exceeding Rs. 3,800,000
8. Rs. 7,500,000 to Rs. 10,000,000	Rs. 2,59,500 + 20% of exceeding Rs. 7,500,000



UNIVERSITY OF THE PUNJAB

Sixth Semester - 2017

Examination: B.S. 4 Years Programme

Roll No.

PAPER: Taxation Management (Basic)

Course Code: BBA-307

TIME ALLOWED: 2 hrs. & 30 min

MAX. MARKS: 50

Attempt this Paper on Separate Answer Sheet provided.

Answer all the questions

Q 2: Write a short notes on the following:

(2X10X=20)

- (1) Person **6**
- (2) Principal Officer **11**
- (3) What is Capital Asset? **38**
- (4) When a return is considered to be invalid?
- (5) What is Appellate Tribunal?
- (6) What is Provisional Assessment? **143**
- (7) Define KIBOR **Done**
- (8) What is zero rated supply?
- (9) Transitional Tax Year **23**
- (10) Define Whistle Blower **28**

Q 3: The following information for Mr. Huzafah is available in respect of tax year ended 30th June 2016: (Marks 15)

1.	Basic Salary	Rs. 850,000
2.	Bonus	70,000
3.	House rent allowance at 50% of basic salary	—
4.	Conveyance allowance	80,000
5.	Entertainment allowance	10,000
6.	Leave enhancement during the services	28,400
7.	Interest free loan obtained from the employer	10,00,000
8.	Income from other sources	20,000
9.	Property income (Net)	1,00,000
10.	Profit from speculation business	40,000
11.	Loss from another speculation business	10,000
12.	Gain on sale of public company shares (Holding period more than one year)	35,000
13.	Loss on sale of Painting	20,000
14.	Income from talk delivered on TV (gross)	10,000
15.	Annuity received from State Life Insurance Corporation of Pakistan	60,000
16.	Contribution to approved pension fund	1,40,000
17.	Defense saving certificate purchased	20,000
18.	Personal legal expenditure	10,000
19.	Life insurance premium paid by Employee on the policy of his wife	25,000
20.	Gift received from mother	70,000

Required: Computer taxable income and tax payable

Tax rate for salaried person year 2016-17:

1.	Up to Rs. 400,000	Nil
2.	Rs. 400,000 to 500,000	2% on the amount exceeding Rs. 400,000
3.	Rs. 500,000 to Rs. 750,000	Rs. 2,000 + 5% of exceeding Rs. 500,000
4.	Rs. 750,000 to Rs. 1,400,000	Rs. 14,500 + 10% on the amount exceeding Rs. 750,000
5.	Rs. 1,400,001 to Rs. 1,500,000	Rs. 79,000 + 12.5% on the amount exceeding Rs. 1,400,000
6.	Rs. 1,500,001 to Rs. 1,800,000	Rs. 92,000 + 15% on the amount exceeding Rs. 1,500,000
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