

A-0796

Total Pages : 4

Roll No. -----

MS-401

Corporate Tax Planning

Master of Business Administration (MBA)

3rd Semester Examination 2024(Dec.)

Time: 2:00 hrs

Max. Marks: 70

Note : This paper is of Seventy (70) marks divided into Two (02) Section A and B. Attempt the questions contained in these sections according to the detailed instructions given therein. Candidates should limit their answers to the questions on the given answer sheet. No additional (B) answer sheet will be issued.

P.T.O

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Section-A

(Long-Answer-Type Questions)

Note : Section 'A' contains Five (05) long-answer-type questions of Nineteen (19) marks each. Learners are required to answer any Two (02) questions only.

(2x19=38)

- Q.1. What is the Tax planning? Distinguish it with tax evasion, tax avoidance and tax management. What are the advantages of tax planning?
- Q.2. Discuss the provisions of Income Tax Act, 1961 regarding residential status of an assessee.
- Q.3. Explain various forms of business organization. Which form of business is appropriate for income tax purposes?
- Q.4. Explain the salient features of assessment of joint stock companies.

Q.5. Directors of a company purpose to extend and modernize its business for which an additional investment of Rs. 10 crore would be needed. They feel confident about raising the sum of Rs. 10 crore either by making a further issue of equity shares or by borrowing from financial institutions at 9% per annum. They decide in favour of raising the additional capital by the equity shares. The company's present paid up equity share capital is Rs. 10 crore and it has been declaring dividend at 20% every year for the last five years though, considering the proposed expansion, there is desire to raise it by 25%.

As a tax consultant, do you approve by raising the entire additional capital through issue of equity shares or would you advice differently? Answer in detail, giving reasons.

P.T.O

Section-B

(Short-Answer-Type Questions)

Note : Section 'B' contains Eight (08) short-answer-type questions of Eight (08) marks each. Learners are required to answer any Four (04) questions only.

[4x8=32]

- Q.1. Distinguish between exemptions and deductions.
- Q.2. What is a Capital asset for capital gains purposes?
What are the assets which are not included as capital asset?
- Q.3. What is Unabsorbed Depreciation?
- Q.4. Explain Tax advantages of amalgamation and mergers.
- Q.5. What are Tax incentives for export promotion?
- Q.6. Explain tax planning for dividend income.
- Q.7. Discuss various deductions allowed under Section 80C.
- Q.8. What are the tax benefits of establishing new business in backward areas?
