



- 7) There are five heads of income.
- 8) Capital gain arises from the transfer of capital assets.
- 9) Dividend from an Indian Company is fully exempt from tax.
- 10) Reasonable expected rent cannot exceed standard rent.

**Q. 2 A)** Mr. Aniket Desai received the following emoluments during the previous year ending 31-3-2023. **(15)**

	<b>Rs.</b>
Basic Pay	4,00,000
Dearness Allowance	1,50,000
Commission	1,00,000
Entertainment Allowance	40,000
Bonus	30,000
Professional tax paid	3,000 (Rs. 2,000 paid by his employer)

Mr. Desai contributes Rs. 50,000 towards Recognized Provident Fund. He has no other income. Determine the income from salary for A.Y. 2023-24, if Mr. Desai is a State Government employee.

**OR**

**Q.2 P)** Mr. Vijay, Proprietor of V & Co. furnishes you the following information for the year ended 31<sup>st</sup> March, 2023. **(15)**

**Profit & Loss Account for the year ended 31<sup>st</sup> March, 2023**

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Salaries	1,40,000	By Gross profit	7,80,000
To Conveyance	30,000	By Interest on Fixed deposit with SBI	9,000
To Printing expenses	60,000	By Interest on Public Provident Fund	16,000
To Depreciation	40,000	By Dividend from Indian Company	5,000
To Income tax	25,000	By Profit on Sale of Import License	20,000
To Motor car expenses	15,000		
To Advertisement	16,000		
To Accounting charges	10,000		
To LIC premium	70,000		
To Net Profit	4,24,000		
	8,30,000		8,30,000





