

ALLAMA IQBAL OPEN UNIVERSITY

Level: Bachelor
Paper: Business Taxation (456)
Time Allowed: 03 Hours

Semester: Autumn 2009
Maximum Marks: 100
Pass Marks: 40

Note: ATTEMPT ANY FIVE QUESTIONS. ALL CARRY EQUAL MARKS.

Q No 1	What are the various heads of income for the purpose of charge of income tax and calculation of income tax payable? Discuss them briefly?	20
Q No 2	a. Write a detailed note the history of Income Tax law in Pakistan? b. What are the Components of Income Tax Law in Pakistan?	20
Q No 3	Define and explain the following terms with reference to Income tax ordinance 2001 as amended. a. Principal officer c. Association of persons b. Resident Company d. Tax year	20
Q No 4	a. How capital gain arising from the sale of capital asset is computed? b. How the various categories of losses on disposal of capital assets treated for tax purpose?	20
Q No 5	Discuss the various legal provisions regarding furnishing of return of income?	20
Q No 6	Discuss in detail the various perquisites received by a salaried person?	20
Q No 7	What provisions are available for the charge of tax in Sales tax act?	20
Q No 8	Mr. Asim is the Chief Accountant in an organization. He has furnished the following particulars of his income for the current tax year: 1. Salary Rs.10,000 per month in the pay scale Rs.8,000-500-14,000. 2. Bonus Rs.12,000 3. Rent free unfurnished accommodation is provided by the employer. The annual rental value of the accommodation is Rs.24,000. 4. Salary of watchman borne by employer Rs.800 per month. 5. Conveyance allowance Rs.950 per month. (conveyance is owned by the employer, running and maintenance cost is also borne by him) 6. Interest free loan obtained from employer Rs.80,000 7. Medical allowance Rs.11,400 8. Income of non professional writer Rs.5,000 9. Bonus shares received from public limited company Rs.8,000 Calculate taxable income and tax payable?	20