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Reg. No. :

Name :

Sixth Semester B.Com. Degree Examination, March 2021

Career Related First Degree Programme Under CBCSS

Group 2 (a) – Commerce and Tax Procedure and Practice

Vocational Course IX

CX 1671 – INCOME TAX PLANNING AND MANAGEMENT

(2018 Admission Regular)

Time : 3 Hours

Max. Marks : 80

SECTION – A

(Answer **all** questions. Each question carries **1** mark).

1. What is Income Tax Planning?
2. What is inter-corporate dividend?
3. What is Business Restructuring?
4. What is tax evasion?
5. What is tax holiday?
6. State the limitations of tax planning.
7. What is Amalgamation?
8. What is Tax avoidance?

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9. State the tax incentives to an amalgamating company.
10. What is resulting company?

(10 × 1 = 10 Marks)

SECTION – B

(Answer any eight questions. Each question carries 2 marks).

11. State the necessity of tax planning.
12. What are the factors to be considered in tax planning?
13. State the tax exemptions to amalgamated company.
14. How tax planning differs from tax evasion.
15. Explain the economic and social implications of tax avoidance.
16. What are the factors to be considered in make or buy decisions based on tax planning?
17. State the conditions to be fulfilled for right to set off of amalgamating company.
18. Explain Tax heaven.
19. What is depreciation tax shield?
20. What are the conditions for claiming deduction of capital expenditure u/s 35 AD?
21. Explain tax planning in relation to income from other sources.
22. Differentiate tax avoidance from tax evasion.
23. What are practices commonly adopted for tax evasion?
24. What are the factors to be considered in own or lease decisions based on tax planning?

25. State the differences between tax planning and tax management.
26. Is tax avoidance legal?

(8 × 2 = 16 Marks)

SECTION – C

(Answer any six questions. Each question carries 4 marks).

27. What are the important areas of tax management?
28. Explain the tax planning in case of HUF.
29. State tax planning provisions in relation to clubbing of income.
30. Explain tax planning in relation to companies.
31. State the essentials of tax planning with respect to capital structure.
32. Explain tax planning in relation to bonus shares.
33. What are the limitations of tax planning?
34. What are the benefits available to new business ventures under Income Tax Act?
35. Explain the tax incentives to amalgamated company.
36. Discuss the tax planning based on residential status of assessee.
37. What are the tax planning provisions in relation to dividend income?
38. Explain the tax planning provisions for employer.

(6 × 4 = 24 Marks)

SECTION – D

(Answer **any two** questions. Each question carries **15** marks).

39. Explain the tax planning in relation to income from house property.
40. Discuss the tax planning for individuals.
41. Explain tax planning in relation to employees.
42. What are the provisions of tax planning with respect to profits and gains of business or profession?
43. Discuss the tax planning related to managerial remuneration.
44. Explain tax planning with respect to capital gains.

(2 × 15 = 30 Marks)
