III(2yr.) — MBA (DDCE)

21 (CTL)

2013

Time : As in Programme

Full Marks : 100

The figures in the right-hand margin indicate marks.

Answer questions as directed in each Section.

Section – A

Answer any **five** questions : 12×5 = 60

1. Explain the statement that "The Memorandum of Association is the fundamental law or a charter defining the objects and limiting the powers of a company." In what cases, in what mode and to what extent can a company alter these clauses ?

2. What are Articles of Association ? How can they be altered ? Discuss the limit upon the powers of a company to alter or add to the Articles of Association.

3. What are the consequences that follow in the case of issue of a prospectus containing false statements on the strength of which shares are subscribed for.

4. Discuss the provisions of the Companies Act 1956 regarding the mode of appointment of the directors of a company. Is there any restrictions on appointment of director ? Explain.

5. Following is the Profit and Loss Account of ALPHA Ltd., an Indian company for the Previous Year 2012-13 :

PROFIT AND LOSS ACCOUNT

Particulars	Amount	Particulars	Amount
Raw Material	15,00,000	Sales	60,00,000
Wages and Salaries	25,00,000		
Advertisement Exp.	2,50,000		
Insurance	35,000		
Audit fees	80,000		
Depreciation	70,000		
Provision for Income Tax	50,000		
Provision for Contingent Liabilities	45,000		
Transfer to general reserve	1,00,000		
Proposed dividend	2,00,000		
Office Expenses	3,00,000		
Losses of Subsidiary Company	2,00,000		
Legal Charges	75,000		
Repairs to Machinery	55,000		
To Balance c/d	5,40,000		
	60,00,000		60,00,000

Additional Information :

(a) The above Profit and Loss Account has been prepared as per Companies Act, 1956.

(b) Brought forward losses and depreciation :

	As per Books of A/c	As per Income Tax A/c
Bought forward business loss	Rs. 2,00,000	Rs. 2,50,000
Unabsorbed Depreciation	Rs. 1,00,000	Rs. 2,00,000

Calculate :

(a) Total Income Tax liability as per normal provisions of IT Act.

(b) Book Profit and Tax Liability as per Sec 115 JB.

(c) Ultimate Tax liability of the company.

6. Explain, in brief, the various deductions u/s 80 which can be claimed by a company.

7. Discuss, in detail, the rules relating to levy of tax on sales, levy of tax on purchases and procedure of payment of tax under VAT.

8. What is the meaning of the term 'cost of acquisition' as used in the head 'Capital Gains' ? What rules are given for the determination cost of acquisition ?

Section – B

Answer any **four** questions : 6×4 = 24

9. Distinguish between public limited company and private limited company.

10. Discuss the various kinds of company.

11. Discuss the various modes of winding up of a company.

12. Discuss the procedure of computation Gross Total Income of an assessee including the income from different heads of incomes.

13. What is Previous Year ? Under what circumstances income of a person can be assessed in the same year in which it is earned ?

14. Define share. What are the different types of shares that may be issued by a company ?

Section – C

15 Write short notes on any **eight** of the following : 2×8 = 16

(a) Resolution of a company

(b) Assessee

(c) Person

(d) Income

(e) Assessment Year

(f) TIN

(g) SHRIN

(h) Transmission of Shares

(i) Company limited by guarantee

(j) Forteiture of shares