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Time : 2 Hours

**COST ACCOUNTING
AND TAXATION**

Subject Code

V	4	2	2	1
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Total No. of Questions : 23

(Printed Pages : 6)

Maximum Marks : 50

- INSTRUCTIONS :**
- (i) There are four sections in the question paper (A, B, C and D) consisting of 23 questions.
 - (ii) In section A there are eight questions of which question no. 1 to 4 are multiple choice questions. Question nos. 5 and 6 are to be answered in one word, phrase or figure and question no. 7 and 8 is to be answered in one sentence each.
 - (iii) Attempt *all* the questions, however internal choice is given for question no. 20 and 23.
 - (iv) Figures to the right indicate marks allotted to each question.
 - (v) Write the number of each question clearly on the answer book.
 - (vi) Non-scientific and non-programmable calculators are allowed.
 - (vii) *All* sections referred are from Income Tax Act 1961, as applicable for the Assessment Year 2023-2024.

Section A

1. The rate of depreciation under section 32, as applicable in respect of "Computer" is 1
- 5%
 - 10%
 - 15%
 - 40%
2. The maximum amount of deduction allowed in respect of Interest on loan taken for residential house property U/S 80 EE is 1
- Rs. 50,000/-
 - Rs. 1,00,000/-
 - Rs. 1,50,000/-
 - Rs. 2,00,000/-
3. The level of material stock below which the quantity of any item should not be allowed to fall is known as 1
- Re-order level
 - Minimum stock level
 - Maximum stock level
 - Danger level

4. The amount donated by an resident individual towards "Prime Minister Cares Fund" is eligible for deduction of U/S 80 G @ 1
- 50%
 - 100%
 - 125%
 - 150%
5. State the rate of income tax as applicable on income between Rs. 12,50,000/ and Rs. 15,00,000/ under new tax regime (section 115 BAC). 1
6. Name the term used for note prepared as token of and evidence for receiving and inspection of material received. 1
7. What is lead time ? 1
8. What is selling overhead ? 1

Section B

9. State any *four* conditions to be satisfied by an assessee to avail General deduction under section 37(1). 2
10. Explain any *two* applicable provisions of section 80 E, deduction in respect of interest on loan taken for higher education. 2

11. Write a note on 'process costing'. 2
12. Write a note on 'variable overhead'. 2
13. From the following, identify the service department only : 2
- (a) Time-keeping
 - (b) Weaving
 - (c) Accounting
 - (d) Personnel
 - (e) Grinding
 - (f) Transport.
14. Explain the term "Labour Absenteeism". 2

Section C

15. State any *three* categories of taxpayers which requires audit of accounts on compulsory basis under section 44 AB. 3
16. Compute the maximum amount of deduction available under section 80 C from the following Savings/Contributions during the previous year 2022-23 : 3
- (a) National saving certificate Rs. 60,000/-
 - (b) Sukanya Samruddhi Yojana Rs. 30,000/-

(c) Recognised provident fund Rs. 50,000/-

(d) Repayment of principal amount of Housing loan Rs. 20,000/-

17. State the rate of Income tax applicable to an Resident individual below 60 years of age under old tax regime for Assessment Year 2023-24. 3

18. Explain the following techniques of costing :

(a) Standard Costing $1\frac{1}{2}$

(b) Marginal Costing. $1\frac{1}{2}$

19. Explain any *three* departments which deals with labour. 3

20. Explain any *two* techniques of inventory control. 3

Or

Explain any *three* functions and duties of storekeeper.

Section D

21. Explain the following :

(a) Material Requisition Note 2

(b) Bin Card. 2

22. Explain any *four* provisions of section 44 ADA, in respect of computation of Income from Profession on estimated/presumptive basis. 4

23. Explain any *four* applicable provisions of section 80 DDB, deduction in respect of medical treatment of certain specific diseases or ailments. 4

Or

Explain any *four* applicable provisions of section 80 D, deduction in respect of Medical Insurance premia.