

Roll No. ....

Total Pages : 4

**2784/MJ**

**F-28/2051**

**CORPORATE TAX PLANNING**

Paper–MC-404

Semester–IV

Time allowed : 3 Hours] [Maximum Marks : 70

**Note:** The candidates are required to attempt two questions each from section A and section B carrying 10 marks each and the entire Section C consisting of 10 short answer type questions carrying 3 marks each.

**SECTION-A**

1. Distinguish between tax avoidance and tax planning? What are the recognized methods of tax planning? 10

2. What are the issues in planning location of a new business? Explain the important tax provisions affecting location of a new business. 10
3. What do you mean by infrastructure sector? Explain the important tax provisions affecting business in infrastructure sector. 10
4. What do you mean by demerger? Explain the important tax provisions affecting demerger decision. 10

**SECTION-B**

5. What do you mean by dividend policy? What are the important provisions of tax laws affecting the designing of dividend policy? 10
6. What do you mean by make versus buy decision? What are the provisions of tax laws which affect make versus buy decision? 10
7. What do you mean by double taxation avoidance agreements? Examine the significance of double taxation avoidance agreements. 10

8. What do you mean by advance payment of tax?  
Examine the provisions of tax laws relating to  
advance payment of tax. 10

### SECTION-C

9. Attempt **ten** questions from the followings :

- (i) What do you mean by assessment year?
- (ii) What do you mean by clubbing of income?
- (iii) What do you mean by rebate?
- (iv) What do you mean by taxable unit?
- (v) What do you mean by deductions?
- (vi) What do you mean by free trade zones?
- (vii) What do you mean by deemed dividend?
- (viii) What do you mean by illegal income?
- (ix) What do you mean by deduction of tax at  
source?

- (x) What do you mean by own or lease  
decisions?
- (xi) What do you mean by non-residents?
- (xii) What do you mean by shutdown or  
continue decision?

3×10= 30