



PUNJAB PUBLIC SERVICE COMMISSION

**COMBINED COMPETITIVE EXAMINATION
FOR RECRUITMENT TO THE POSTS OF
PROVINCIAL MANAGEMENT SERVICE -2020**

SUBJECT: COMMERCE (PAPER-II)

TIME ALLOWED: THREE HOURS

MAXIMUM MARKS: 100

NOTE:

- All the parts (if any) of each Question must be attempted at one place instead of at different places.
- Write Q. No. in the Answer Book in accordance with Q. No. in the Q. Paper.
- No Page/Space be left blank between the answers. All the blank pages of Answer Book must be crossed.
- Extra attempt of any question or any part of the question will not be considered.

**Attempt Five Questions in All. Attempt at least ONE Question from each Section A to D.
Calculator is allowed (Not programmable).**

SECTION-A

- Q.No.1** Briefly discuss the difficulties faced by Pakistan Railways and discuss their remedies. **(20 Marks)**
- Q.No.2** What are the causes of adverse balance of payment in Pakistan? Suggest measures to improve the balance of payment in Pakistan. **(20 Marks)**

SECTION - B

- Q.No.3** Elaborate the salient features of Income Tax Law in Pakistan. **(20 Marks)**
- Q.No.4** Define Audit Report. How the role of external Auditor is more important than internal Auditor? **(20 Marks)**

SECTION-C

- Q.No.5** Give details about Members and Functions of Appellate Tribunal Inland Revenue. **(20 Marks)**
- Q.No.6** Define commercial bank and discuss Islamic modes of finances introduced by public and private commercial banks. **(20 Marks)**

SECTION-D

- Q.No.7** What is difference between Manager and Leader? Discuss different theories of Leadership. **(20 Marks)**
- Q.No.8** Mr. Tariq received the following emoluments during the year ended 30th June 2017 **(20 Marks)**

- Basic Salary (Rs. 30,000-5,000-60,000)..... p.m. Rs. 40,000
- Free accommodation provided by employer. He was entitled to a house allowance of 60% of basic salary
- Cost of motor vehicle (conveyance provided by employer for personal use)..... 7,00,000
- Concessional loan obtained from employer @ 8% p.a 30,00,000
- Free passage 4 tickets provided by an airline to its employees @ 40,000 per ticket
- Medical allowance..... 50,000
- Dearness allowance..... 12,000
- Income from property..... 2,00,000
- Life insurance premium paid by employee..... 1,20,000
- Income from business..... 1,50,000
- Dividend received from public company..... 10,000
- Share from Association of person..... 25,000

P.T.O

Required: Calculate tax payable by Mr. Tariq

Taxable Income		Rate of Tax
1	Where the taxable income exceeds Rs. 7,50,000 but does not exceed Rs. 14,00,000	Rs. 14,500 + 10% of the amount exceeding Rs, 7,50.000
2	Where the taxable income exceeds Rs. 14,00,000 but does not exceed Rs. 15,00,000	Rs. 79,500 + 12.5% of the amount exceeding Rs, 14,00.000
3	Where the taxable income exceeds Rs. 15,00,000 but does not exceed Rs. 18,00,000	Rs. 92,000 + 15% of the amount exceeding Rs, 15,00.000