



**Pakistan Institute  
of Public Finance Accountants**

# **Model Solutions**

**Provincial Receipts, Expenditure,  
& Receipts of Autonomous bodies  
(Application) (KPK)**

**Summer Exam-2024**

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## Summer Exam-2024

### Provincial Receipts, Expenditure, & Receipts of Autonomous bodies (Application) (KPK)

**Q.1.**

**a**

#### Cost of Project

Land	500 acres	Rs. 2,000,000 per acre	Cost=Rs. 1,000,000,000
Development Charge			1,500,000,000
Total Cost			2,500,000,000

#### Revenue

Plot Size	No. of plots	Price	
500 Sq. Yards	500	Rs. 5,000,000	2,500,000,000
250 Sq. Yards	2200	Rs. 2,500,000	5,500,000,000
120 Sq.yards	2500	Rs.1,200,000	3,000,000,000
		Total	11,000,000,000

#### Profit

Revenue	11,000,000,000
Cost	2,500,000,000
Gross Profit	8,500,000,000

**Land Transfer fee @2% of value of land Rs. 20,000,000/-**

Ref: Notification TOSD/Mutation Fee/2014/26365-402 Peshawar dated 29.06.2018.  
Revenue and Estate Department. Govt. of KPK

**Q.1.** 10% Tax if plots are sold in one year Rs. 850,000,000/-

**b**

#### **Q.2. Auction requirements**

**a**

- Publication of advertisement at least in three leading newspapers and PPRA website.
- Fix date & time for submission and opening of bids.
- Formation of Auction committee comprised of at least three officers to assess the bids, make comparative statement, prepare recommendations for approval of highest bid by the competent authority.
- As per reserve price, the revenue of Rs. 1,900,000,000 is expected.

**Q.2.**

**b**

PLOT SIZE Sq. Yards	No. of plots	Total Area	Price Per sq yard	AMOUNT Rs.	Annual Rent G.RENT	TOTAL Cost of Plot & 30yrs G.Rent
4000	200	800,000	100	80,000,000	720,000,000	800,000,000
2000	300	600,000	100	60,000,000	540,000,000	600,000,000
1000	500	500,000	100	50,000,000	450,000,000	500,000,000

Total Revenue Rs. 1,900,000,000/-

**Q.3.**  
**(i)**

Floor	No. of shops/Offices	Monthly Rent	Annual Rent
G. Floor	120	25000	36,000,000
1 <sup>st</sup> Floor	100	25000	30,000,000
2 <sup>nd</sup> Floor	100	25000	30,000,000
3 <sup>rd</sup> Floor	30	25000	9,000,000
4 <sup>th</sup> to 8 <sup>th</sup> Floor	100	50000	60,000,000
Total Annual Income			165,000,000

Property Tax is @ 15% of annual rental value Rs. 24,750,000/-

**Q.3.** 10% Annual Final Income Tax on Rental Income –Rs.16,5000,000/  
**(ii)**

**Q.4.**  
**a**

Description	Tax Rate Pak Rs.	No. of Vehicles	Daily Income	Annual Revenue
Cars/Light vehicles	30	5,000	150,000,	54,750,000
Heavy vehicle	100	8,000	800,000	292,000,000
			Total	346,750,000

**Q.4. Auction requirements**

- b**
- Publication of advertisement at least in three leading newspapers and PPRA website.
  - Fix date & time for submission and opening of bids.
  - Reserve Price of contract per annum will be Rs. 345 million.
  - Apprise the bidders, the Federal Taxes will be charged apart from their bids.
  - Formation of Auction committee comprised of at least three officers to assess the bids
  - Opening of bids in the presence of all the participating bidders
  - Auction Committee will make comparative statement, prepare recommendations for approval of highest bid by the competent authority.

**Q.5. Working Paper**

**a Subject: AUCTION FOR SALE OF 2000 GROWN UP TREES.**

The number of trees on open land area of University has grown up and made it a jungle scenario. In order to make it a pleasant environment in the university premises, 2000 grown up trees have been identified to be cut and auction them

The reserve price of each tree has been fixed Rs. 20,000/- keeping in view the timber market condition.

The matter is placed before the syndicate for consideration and approval, please.

Sd

Registrar Malakand University

**Q.5. Advertisement**

**b**

**OFFICE OF THE REGISTRAR, MALAKAND UNIVERSITY.**

**Quotations for Sale of Trees**

Malakand University, Govt. of KPK, intends to sale 2,000 grown up tree though open auction.

The interested parties involved in wood business are required to submit their bids in sealed envelope on 25.6.2024 up to 11.30 am.

The sealed envelopes will be opened on 12.30 pm on same day in the presence of all the bidders.

Tender documents with terms and conditions of auction can be purchased @ fee of Rs.1,000/- from Accounts Department of the office of the University.

The bidders have to submit 25% of bid amount in the shape of pay order/Bank draft for his quoted amount with the sealed envelope.

The successful bidder has to deposit the rest of 75% amount within one week of the bidding date. The Competent Authority reserves the right either to postpone or cancel the auction.

Sd-

Registrar Malakand University.

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