201306H111

higher education & training

Department:
Higher Education and Training
REPUBLIC OF SOUTH AFRICA

N610(**E**)(M24)H
JUNE EXAMINATION

NATIONAL CERTIFICATE

INCOME TAX N6

(4010206)

24 May 2013 (X-Paper)
09:00–12:00

Calculators may be used.

This question paper consists of 8 pages and a 1-page annexure.

Copyright reserved

DEPARTMENT OF HIGHER EDUCATION AND TRAINING
REPUBLIC OF SOUTH AFRICA

NATIONAL CERTIFICATE
INCOME TAX N6
TIME: 3 HOURS
MARKS: 200

INSTRUCTIONS AND INFORMATION

1. Answer ALL the questions.
2. Read ALL the questions carefully.
3. Number the answers according to the numbering system used in this question paper.
4. Show ALL the workings.
5. Write neatly and legibly.

Copyright reserved

QUESTION 1

1.1 Ms Lana Looney, who spent four nights and four days away from home on a business trip, was given an allowance of R2 000 to pay for meals and incidental costs. Lana is able to prove that she incurred R1 010 on meals and incidental expenses. The cost of accommodation is reimbursed by her employer on submission of the account.

Determine the taxable portion of her subsistence allowance. (5)

1.2 Tearful Tiger was granted the use of a company vehicle as from 1 August 2012. His employer bears the full cost of fuel and maintenance. The determined value of the vehicle is R222 300 (Vat included). Tiger pays R1 750 per month to his employer for the use of the vehicle.

Determine the taxable amount of the benefit for the 2013 year of assessment. (5)

1.3 Ms Fancy Face is employed by a manufacturer of beauty products. During the 2013 year of assessment, she purchased products from her employer to the value of R3 500. The cost of the products was R2 800 and the market value R5 000.

Determine the value of the benefit that should be included in her taxable income. (3)

1.4 Turbo Dynamics, a Close Corporation, purchased a machine, used in the process of manufacturing, on 1 November 2010 for R342 000 (Vat included). This machine was sold on 15 January 2013 for R114 000 (Vat included).

They bought a new machine on 1 February 2013 for R350 000 (VAT excluded) and taken immediately into use for the same process.

Calculate the wear and tear and recoupment, if any, for Turbo Dynamics for the year of assessment 2013 (12)

1.5 Freddie Fingers, a sole trader, purchased a second-hand manufacturing machine for R228 000 (he is not registered for Vat) on 1 July 2010. The machine was sold as scrap on 30 November 2012 for R50 000, because it was outdated and no longer usable.

Determine any deductions that Freddie Fingers may claim for the tax year ended 28 February 2013. (10)
[35]

Copyright reserved

QUESTION 2

A teacher (46 years old) resigned and a farm. He submitted the following information regarding his farming activities and requests you to determine his tax payable for the year ended 28 February 2013:

		RAND
Livestock sales:	Cash	310 000
	Credit	180 000
Letting of grazing land		20 000
Vat collected		24 600
Cooperative receipts:	Bonus	5 000
	Interest	35 000
Subsidies received to:	Build a dam	60 000
	Prevent soil erosion	45 000
Selling of water rights to his neighbour		200 000
Selling of building sand on a regular basis		25 000
Salaries and wages:	Workers	45 000
	Migrant labour to build dam	5 000
	To build farm road	3 000
Repairs:	Painting of workers houses	10 000
	Painting of farm house	2 000
Dam construction costs		80 000
Prevention of soil erosion		20 000
Vehicle expenses – all for farming purposes		1 500
Interest paid on loan:	To purchase stock	10 000
	Holiday in Mossel Bay	7 500
Medical expense:	Workers	2 500
	Self	15 000
Eradication of noxious plants		12 000
Rations:	Groceries for workers	15 000
	Groceries domestic worker	1 000
Salary as a teacher		160 000
Bond received from Help-U Bank		750 000
Loan from Trust Bank		150 000
Rental received from part of farm house		15 000
Purchase price of farm:	1 March 2012	1 200 000
Interest on bond		75 000
Houses completed for 5 workers		50 000
New tractor purchased on 15 May 2012		120 000
New trailer bought on 31 August 2011		80 000

Copyright reserved

NOTES:

1. The teacher is unmarried

2. Standard value of sheep is R6 each
   Market value of sheep is R300 each
   Cost price of sheep is R100 each

3. He slaughtered 10 sheep for his workers

4. Opening stock: 500 sheep

5. Private consumption: 5 sheep

6. 50 lambs were born during the year
   (regard them as grown sheep at the end of the year)

7. Donations to the church: 5 sheep

8. Sheep that died during the year: 10

9. Sheep sold during the year: 500 **[45]**

QUESTION 3

Don Duan, age 64, died on 30 November 2013 after a short illness. He was married in community of property and the following information is supplied to you to determine his tax liability for the 2013 tax year:

	RAND
Salary	135 000
Pro-rata bonus	11 250
Gratuity	180 000
Accumulated leave pay	15 000
Insurance: lump sum	750 000
Pension: lump sum	620 000
Interest received till date of death	15 000
Rental income from a property in Botswana	30 000
Maintenance expenses to the property in Botswana	10 000

NOTES:

He contributed R1 000 per month to a pension fund.
Contributions to the pension fund of R15 500 was not allowed as a deduction for tax purposes in the past
He also contributed R27 000 to a medical aid fund
The couple was childless

[25]

Copyright reserved

QUESTION 4

Toddy, Close Corporation, carries on business as retailers of household goods. The following details relate to the 2013 year of assessment ended 28/02/2013:

		RAND
Cash sales		1 000 000
Credit sales		600 000
Interest on debtors accounts		27 500
Bad debts recovered:	Trade	15 400
	Payment from ex-employee	1 600
Interest received on bank account		12 000
Purchases of furniture		1 100 000
Deductible operating expenses		285 000
Bad debts written off:	Trade	13 000
	Amount owing by employee for furniture sold to him	
Provision: doubtful debts –	2012	3 100
	2013	20 000
Payments on behalf of employees:		40 000
Contribution to pension fund -		7 000
Contribution medical expenses -		10 000
Annuities to employee who retired due to old age		12 000
Annuities to the dependants of an ex-employee who was killed in a motor car accident while making a delivery		25 000
Wages factory workers		180 000
Legal expenses:		
Cost of collecting amounts owing by trade debtors		2 800
Cost of attempting to collect the amount owing by an ex – employee in respect of a loan granted to him while he was still in employment		200
Cost of an attempt to claim damages in connection with a restraint of trade agreement entered into with an employee who left the employ of the company and set up a business for himself, contrary to the agreement		3 000
Gifts to customers		10 300
Annual staff party		5 000
Donation to an Educare Centre (obtained a receipt)		10 000
Interest paid on overdraft:	To fund operating expenses	2 500
	To fund the payment of the 2011 tax as assessed	4 300
Trading stock:	28/02/2012	420 000
	28/02/2013	560 000
Assessed loss:	2012	44 000

Copyright reserved

NOTES

1. A delivery van was bought on 1/07/2011 at a cost of R171 000 (Vat included). Depreciation is allowed at 25% per annum on reducing balance.

2. Office furniture and shop fittings were purchased on 30/09/2012 for R110 000 (Vat excluded), while depreciation is allowed at 10% per annum on cost.

3. Toddy entered into a lease agreement with Noddy Properties on 1 May 2012 to lease an administrative building for 20 years from that date. In terms of the lease agreement, Toddy must pay a lease premium of R60 000 on 1 May 2012 and a rent of R6 000 per month from that date.

4. Toddy also entered into an agreement with Silly Steve for the lease of land for 20 years from 1 May 2011 and Toddy would erect a factory on the land at a cost of R1 000 000.

   Building commenced on 1/10/2011 and the factory was completed and brought into use on 1/10/2012 at a cost of R1 200 000.

   Determine Toddy Close Corporation's tax payable for the 2013 year of assessment. **[55]**

QUESTION 5

Joe de Beer is a 65-year- old registered provisional taxpayer. He is married in community of property. For the 2012 tax year his taxable income was assessed at R205 000. He projected his taxable income for 2013 at R230 000 which includes rental income of R30 000. Tax was withheld during the year at R2 000 per month. On 25/02/2013 an unaudited financial report showed an income of R200 000. Joe wish to pay minimum tax without the risk of penalties or interest.

5.1 Determine Joe de Beer's provisional tax payments in respect of the 2013 year of assessment.

5.2 Indicate the dates when these payments are due as well as the form needed to make the payments. **[25]**

Copyright reserved

QUESTION 6

Tommy Temmers uses his private car for business travel on behalf of his employer and for this, he receives a travel allowance of R8 500 per month. He bought a new car on 1/3/2012 at a cost of R280 000 (Vat included). He kept accurate records of expenses incurred for the current year of assessment:

	RAND
- Deemed depreciation	70 000
- Finance charges	60 750
- Fuel and oil	29 250
- Maintenance cost	16 500
- Insurance premiums	5 700
- Licence	600
- Fines	1 800

His log book showed that he travelled a total of 25 000 km during the year of which 15 000 km was for private purposes.

Determine the taxable portion of the travel allowance. **[15]**

TOTAAL: 200

Copyright reserved

ANNEXURE 1

RATES OF TAX PAYABLE FOR THE YEAR OF ASSESSMENT ENDING 28 FEBRUARY 2013 AND 30 JUNE 2013

TAXABLE INCOME	RATES OF TAX	RAND
0 - 160 000	18% FOR EACH R1	
160 001 – 250 000	28 800 + 25% OF THE AMOUNT OVER	160 000
250 001 – 346 000	51 300 + 30% OF THE AMOUNT OVER	250 000
346 001 – 484 000	80 000 + 35% OF THE AMOUNT OVER	346 000
484 001 – 617 000	128 400 + 38% OF THE AMOUNT OVER	484 000
617 001 AND OVER	178 940 + 40% OF THE AMOUNT OVER	617 000

REBATES:

PRIMARY	R11 440
SECONDARY (Persons 65 and older)	R 6 390
TERTIARY (Persons 75 and older)	R 2 130

RETIREMENT FUND LUMP SUM BENEFITS OR SEVERANCE BENEFITS

TAXABLE INCOME	RATE OF TAX	RAND
0 – 315 000	0%	
315 001 – 630 000	18% OF THE AMOUNT OVER	315 000
630 001 – 945 000	56 700 + 27% OF THE AMOUNT OVER	630 000
945 001 AND OVER	141 750 + 36% OF THE AMOUNT 0VER	945 000

SMALL BUSINESS CORPORATIONS

TAXABLE INCOME	RATE OF TAX	RAND
0 – 63 556	0%	
63 557 – 350 000	7% OF THE AMOUNT OVER	63 556
350 001 AND OVER	20 051 + 28% OF THE AMOUNT OVER	350 000

Copyright reserved

higher education & training

Department:
Higher Education and Training
REPUBLIC OF SOUTH AFRICA

MARKING GUIDELINE

NATIONAL CERTIFICATE

JUNE EXAMINATION

INCOME TAX N6

27 MAY 2013

This marking guideline consists of 8 pages.

Copyright reserved

QUESTION 1

1.1	**LANA LOONEY**	**RAND**	**MARK**
	ALLOWANCE RECEIVED/TOELAE ONTVANG	2 000	1
	LESS/MIN: 4 NIGHTS/NAGTE @ R303 PER DAY/DAG	(1 212)	3
	TAXABLE PORTION/BELASBARE GEDEELTE	788	1
			(5)
1.2	**TEARFUL TIGER**		
	COST/KOSTE: 222 300 X 100 ÷ 114 =	195 000	1
	195 000 X 3.5% X 7 MONTHS/MAANDE =	23 275	2
	LESS/MINUS RENT PAID/BETAAL (1 750 X 7)	(12 250)	1
	TAXABLE AMOUNT/BELASBARE BEDRAG	11 025	1
			(5)
1.3	**FANCY FACE**		
	COST OF BENEFIT/KOSTE VAN VOORDEEL	2 800	1
	LESS CONSIDERATION/MINUS BETALING	(3 500)	1
	BENEFIT/VOORDEEL	Nil	1
			(3)
1.4	**TURBO DYNAMICS**		
	COST 1/11/2010: 342 000 X 100÷114	300 000	1
	W & T/SLYTASIE @ 40% X 300 000	(120 000)	1
	ITV AT 28/2/2011	180 000	
	W & T/SLYTASIE @ 20% X 300 000	(60 000)	1
	ITV AT 28/2/2012	120 000	
	W & T/SLYTASIE @ 20% X 300 000	**(60 000)**	1
	ITV AT 28/2/2013	60 000	
	LOWER OF COST/SELLING PRICE/MINSTE VAN KOSPRYS OF VERKPRYS	100 000	2
	LESS/MIN ITV @ 15/1/2013	(60 000)	2
	RECOUPMENT/VERHALING	**40 000**	2
	NEW MACHINE/ NUWE MASJIEN		
	COST/KOSPRYS:	350 000	1
	W & T/ SLYTASIE: 40% X 300 000	**140 000**	**1**
	W & T/SLYTASIE (60 000 + 140 000)	(200 000)	
	RECOUPMENT/VERHALING	40 000	
			(12)

Copyright reserved

1.5	**FREDDIE FINGERS**		
	CASH COST/KOSPRYS: 1/7/2010	228 000	
	W & T/SLYTASIE: 20% X 228 000	(45 600)	1
	ITV @ 28/2/2011	182 400	
	W & T/SLYTASIE: 20% X 228 000	(45 600)	1
	ITV @ 28/2/2012	136 800	
	W & T/SLYTASIE: 20% X 228 000	**(45 600)**	**1**
	ITV @ 30/11/2012	91 200	
	LOWER OF COST OR SELLING PRICE	50 000	2
	LESS/MINUS ITV @ 30/11/2012	91 200	2
	SCRAPPING ALLOWANCE/SKRAPPINGTOELAE	**41 200**	2
	TOTAL DEDUCTIONS/AFTREKKINGS (45 600 + 41 200)	**86 800**	1
			(10)
			[35]

QUESTION 2: TIRED TEACHER

DETAILS	FARMING INC/(EXP)	C D E	OTHER	
CASH SALES/KONTANT VERKOPE	310 000			1
CREDIT SALES/KREDIET VERKOPE	180 000			1
LETTING OF GRAZING LAND	20 000			1
VAT/BTW	-			1
CO-OP RECEIPTS/ONTVANGSTE: BONUS	5 000			1
INT/RENTE	35 000			1
EXEMPT/VRYGESTEL	(22 800)			1
SUBSIDIES: DAM	60 000			1
: SOIL EROSION/GROND EROSIE	45 000			1
WATERRIGHTS/WATERREGTE	-	-	-	1
SALE OF BUILDING SAND/SAND VERKOPE			25 000	1
WAGES/LONE: WORKERS/WERKERS	(45 000)			1
DAM		5 000		1
ROAD/PAD		3 000		1
REPAIRS/HERSTELWERK: HOUSES WORKERS	(10 000)			1
PAINTING FARM HSE	-			1
DAM CONSTRUCTION/KONSTRUKSIE		80 000		1
SOIL EROSION/GROND EROSIE		20 000		1
VEHICLE/VOERTUIG UITGAWES	(1 500)			1
INTEREST/RENTE: STOCK PURCHASES	(10 000)			1
: HOLIDAY/VAKANSIE	-			1
MEDICAL/MEDIES: WORKERS/WERKERS	(15 000)			1
: SELF	-			1
ERADICATION PLANTS/UITROEIING PLANTE		12 000		1

Copyright reserved

RATIONS/RANTSOENE:GROCERIES WORKER	(15 000)			1
: DOMESTIC/HUISHULP	-			1
SALARY/SALARIS			160 000	1
BOND/VERBAND: HELP-U-BANK	-	-		1

DETAILS		FARMING INC/(EXP)	C D E K O K	OTHER ANDER	
LOAN/LENING: TRUST BANK		-	-		1
RENTAL/HUUR: FARM HOUSE/PLAASWONING				15 000	1
INTEREST ON BOND/RENTE OP VERBAND		(75 000)			1
HOUSES WORKERS/HUISE VIR WERKERS					
LESSER OF (5 x 15 000) OR 50% x 50 000			25 000		2
W & T NEW TRACTOR/TREKKER:50% x 120 000		(60 000)			2
W & T TRAILER/SLEEPWA : 30% x 80 000		(24 000)			2
STOCK/VOORRAAD:					
OPENING/BEGIN:	700 x R6	(4 200)			1
RATIONS/RANTSOENE	(10) x 300	(3 000)			1
		3 000			1
PRVT CONSUMPTION/VERBRUIK	(5) X 300	1 500			2
NATURAL INCREASES/VERMEER	50	-			1
NATURAL DECREASES/VERMINDER	(10)	-			1

DONATIONS/DONASIES	(5) x 300	1 500			2
SALES/VERKOPE	(500)	-			
CLOSING/EINDVOORRAD	220 x R6	1 320			2
		276 820	**145 000**	**200 000**	
		(145 000)	145 000	-	
TOTAL INCOME/TOTALE INKOMSTE		**131 820**	**-**	**200 000**	
		(131 820)		**131 820**	
LESS DONATIONS/DONASIES: 10% X 331 820				**(1 500)**	1
TAXABLE INCOME/BELASBARE INKOMSTE				**330 320**	
TAX PER TABLES/BELAS PER TABELLE				75 396	
LESS: REBATES/KORTINGS				(11 440)	1
TAX PAYABLE/BELASTING BETAALBAAR				**63 956**	
					[45]

Copyright reserved

QUESTION 3: DON DUAN

DETAILS		RAND	MARK
SALARY/SALARIS		135 000	1
BONUS		11 250	1
INSURANCE LUMP SUM/ASSURANSIE ENKELBEDRAG		-	1
INTERST/RENTE (15 000 ÷ 2)		7 500	2
EXEMPTION/VRYSTELLING		(7 500)	1
RENTAL INCOME/HUURINKOMSTE (30 000 ÷ 2)		15 000	2
EXPENSES/UITGAWES (10 000 ÷ 2)		(5 000)	2
		156 250	
LESS : PENSION/PENSIOEN	9 000		
1) 1 750 2) 7.5% x 135 000 =	10 125	(9 000)	2
		147 250	
LESS: MEDICAL AID/MEDIES		(27 000)	2
TAXABLE INCOME /BELASBARE INKOMSTE		**120 250**	
TAX PER TABLES/BELASTING VOLGENS TABELLE		**21 645**	1
LESS: REBATES/KORTINGS (11 440 + 6 390) x 9÷12		(13 373)	3
		8 272	
TAX ON LUMP SUMS/BELASTING ENKELBEDRAG		**102 465**	2
LUMP SUM/ENKELBEDRAG	620 000		1
ACC LEAVE/VERLOF	15 000		1
GRATUITY/GRATIFIKASIE	180 000		1
LESS: DISSALLOWED	(15 500)		2
	799 500		
TOTAL/TOTAAL		**110 737**	
			[25]

QUESTION 4: TODDY CC

DETAILS	RAND	
	INC/(ECP)	
ASSESSED LOSS/AANGESLAANDE VERLIES - 2012	(44 000)	2
SALES/VERKOPE: CASH/KONTANT	1 000 000	1
: CREDIT/KREDIET	600 000	1
INTEREST/RENTE	27 500	1
BAD DEBTS RECOVERED: TRADE/HANDEL	15 400	1
EX-WORKER/WERKNEMER	-	1
INTEREST REC/RENTE ONTVANG: BANK	12 000	1
PURCHASES/AANKOPE	(1 100 000)	1
OPERATIONAL EXPENSES/UITGAWES	(285 000)	1
BAD DEBTS/SLEGTE SKULDE: TRADE/HANDEL	(13 000)	1
WERKER/WERKNEMER	(3 100)	1

Copyright reserved

PROV. BAD DEBTS/VOORSIENING SLEGTE SKULDE:			
2012: 20 000 x 25%		5 000	2
2013: 40 000 x 25%		(10 0000	2
CONTRIBUTIONS ON BEHALF/BYDRAE NAMENS:			
PENSION FUND/PENSIOENFONDS		(7 000)	1
MEDICAL/MEDIES		(10 000)	1
LEGAL COSTS/REGSKOSTE			
ANNUITIES/ANNUIITEITE: RETIRED/AFGETREDES		(12 000)	2
DEPENDANT/AFHANKLIKES		(25 000)	2
WAGES FACTORY WORKER/LONE FABRIEKSWERKER		(180 000)	1
LEGAL EXP/REGSKOSTE:			
TRADE DEBTORS/HANDELSDEBITEURE		(2 800)	1
LOAN EX EMPLOYEE/LENING EX- WERKNEMER		-	2
RESTRAINT AGREEMENT/BEPERK OOREEN KOMS		-	2
GIFTS CUSTOMERS/GESKENK KLANTE		(10 300)	1
STAFF PARTY/PERSONEEL PARTYTJIE		(500)	1
INTEREST OVERDRAFT/RENTE OP OORTROK REK.			
OPERATING EXP/UITGAWES		(2 500)	1
2011 TAX PAYMENT/BELASTING BETALING		-	2
OPEN STOCK/BEGIN VOORRAAD		(420 000)	1
CLOSING STOCK/EIND VOORRAAD		560 000	1
DELIVERY VAN/AFLEWERINGSVOERTUIG:			
COST: 1/7/2011 (171 000×100÷114)	150 000		2
W&T: 25% x 150 000 x (8 ÷ 12)	(25 000)		2
ITV @ 28/2/2012	125 000		
W&T: 125 000 x 25%	(31 250)	(31 250)	2
OFFICE FURNITURE/KANTOORMEUBELS			
COST/KOSPRYS: 30/9/2012	110 000		
W&T/SLYTASIE: 110 000 x 10% x (5 ÷ 12)		(4 583)	2
LEASE PREMIUM/BRUIKHUUR PREMIE			
(60 000 ÷ 20) x (10 ÷ 12)		(2 500)	3
RENT/HUUR: 10 x 6 000		(60 000)	2
LEASEHOLD IMPROVEMENT/VERBETERINGS			
1 000 000÷18 YEARS,7 MONTHS (223 MTHS) x 5 MTHS		(22 422)	3
BUILDING ALLOWANCE/GEBOUE TOELAE			
5% x (1 200 000 LESS 1 000 000)		(10 000)	2
		(18 055)	
LESS: DONATION @ 10% x 76 867 = 7 687		-	1
LOSS/VERLIES		**(18 055)**	
TAX/BELASTING @ 28%		**NIL**	2
			[55]

Copyright reserved

QUESTION 5: JOE DE BEER

DETAILS	RAND	
FIRST PAYMENT/EERSTE BETALING: 31 /8/2012 IRP 6		2
BASIC AMOUNT/BASIESE BEDRAG	**205 000**	2
TAX PER TABLES/BELASTING PER TABELLE	40 050	2
LESS: REBATES/KORTINGS:		
PRIMARY/PRIMêRE	(11 440)	1
SECONDARY/SEKONDêRE	(6 390)	1
HALF YEAR/HALWE JAAR	11 110	2
LESS: TAX WITHHELD/BELASTING TREUGGEHOU (6 x 2 000)	(12 000)	2
FIRST PAYMENT/EERSTE BETALING	**NIL**	1
SECOND PAYMENT/TWEEDE BETALING: 28/2/2013		1
BASIC AMOUNT/BASIESE BEDRAG	**200 000**	3
TAX PER TABLES/BELASTING PER TABELLE	38 800	2
LESS: REBATES/KORTINGS:		
PRIMARY/PRIMêRE	(11 440)	1
SECONDARY/SEKONDêRE	(6 390)	1
LESS: FIRST PAYMENT/EERSTE BETALING	**NIL**	1
LESS: TAX WITHHELD/BELASTING TREUGGEHOU (12 x 2 000)	(24 000)	2
SECOND PAYMENT/TWEEDE BETALING	**NIL**	1
		[25]

QUESTION 6: TOMMY TEMMERS

DETAILS		RAND	
TRAVEL ALLOWANCE RECEIVED/REISTOELAE ONTVANG		102 000	2
LESS/MINUS: DEPRECIATION/SLYTASIE	70 000		1
FIN CHARGES/FIN KOSTE	60 750		1
FUEL/BRANDSTOF	29 250		1
MAINTENACE/ONDERHOUD	16 500		1
INSURANCE/VERSEKERING	5 700		1
LICENCE/LISENSIE	600		1
FINES/BOETES	-		1
TOTAL EXPENSES/UTGAWES	**182 800**		

Copyright reserved

COST/KOSTE PER KM/: 182 800 ÷ 25 000KM x 100 = 731,2		2
TOTAL KM TRAVELLED/GEREIS 25 000		
LESS: PRIVATE/PRIVAAT 15 000		
BUSINESS/BESIGHEIDS KM 10 000		1
10 000 x 731.2 cpkm	(73 120)	2
TAXABLE PORTION/BELASBARE GEDEELTE	**28 880**	1
		[15]

TOTAL: 200

Copyright reserved