

**SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN  
(AUTONOMOUS)**

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)  
Chromepet, Chennai — 600 044.

**BCOM.(CS) END SEMESTER EXAMINATION APRIL/NOV - 2021**

**SEMESTER - V**

**18UBCCT5A15 - Income Tax Law and Practice - I**

<b>Total Duration : 3 Hrs</b>	<b>Total Marks : 75</b>
MCQ : 30 Mins	MCQ : 15
Descriptive : 2 Hrs.30 Mins	Descriptive : 60

Section B

Answer any **SIX** questions ( $6 \times 5 = 30$  Marks)

1. Mr.Desik was born in India in the year 1996. From 2009 to 2015 he was in Cambodia, from 2016 to 31<sup>st</sup> March 2020 he was in Austria. On 1<sup>st</sup> April 2020 he came to India and stayed till 31<sup>st</sup> January 2021. Identify his residential status for the AY:2021-22.

2. Mr. Harish is a salaried employee working in Delhi. He gives the following details:-

Salary Rs.20,000 p.m

DA (forming part) Rs.10,000 p.m.

HRA Rs.8000p.m (Rent paid by him Rs.10,000 p.m)

Calculate exempted HRA.

3. Mr.Nirendir Singh retired on 15<sup>th</sup> July 2020 after rendering 32 years of service. He is not covered by payment of gratuity Act.1972. He received Rs.45,000 as gratuity.

Calculate exempted gratuity with the following details:-

**Rs.**

Monthly salary from January 2020      2,400

Monthly salary during 2019              2,200

Monthly DA entering service benefits      600

4. Mr.Surya provides the following particulars for the assessment year 2021-22.

Calculate Gross annual value.

**Rs.**

Municipal value              60,000

Fair rent                      65,000

Standard rent                59,500

Actual rent                    72,000

Loss due to vacancy        6,000

Contd...

5. Determine the Net annual value of the house in the following two cases:

	Rs.	Rs.
Municipal value	1,00,000	1,00,000
Fair rent	1,20,000	1,20,000
Standard rent	90,000	1,40,000
Actual rent received	1,32,000	96,000

Municipal tax 10% of M.V.paid by owner.

6. P&L a/c of a business shows a profit of Rs.1,00,000 after debiting the following expenses :

	Rs.
Personal expenses	10,000
LIC premium	15,000
Income tax	22,000
House municipal tax	1,400

Compute the taxable income of the Business.

7. Explain the features of PAN card.

8. Discuss the provisions relating to 'Tax-Holiday'.

### Section C

Answer any **THREE** questions ( $3 \times 10 = 30$  Marks)

9. From the following particulars given below, compute salary income of Mr.Sunny who is working in west Bengal and receives the following during the previous year.

	Rs.
Basic pay	20,000 p.m
DA	1,500 p.m
Educational allowance	200 p.m
Per child for his two children	
Tribal area allowance	300 p.m
CCA	125 p.m
Conveyance	100 p.m
Helper allowance	50 p.m

10. Mr.Landlord is the owner of two houses in respect of these he has furnished the following particulars.

	A	B
(a) Date of completion of construction	31.03.1997	1.7.2001
(b) Municipal rental value	3,60,000	6,00,000
(c) Actual rent received	3,00,000	60,000 p.m
(d) Municipal Taxes paid	36,000	30,000 (Due)
(e) Ground Rent	1,000	7,800
(f) Interest on loan taken for construction	50,000	1,82,000

Contd...

**SEMESTER - V**

**18UBCCT5A15 - Income Tax Law and Practice - I**

Compute his Income from House Property for the assessment year 2021-22  
Out of the Municipal Taxes of House 'A' Rs.18,000 is paid by the tenant.

11. Calculate Income from profession from the following Receipts and payments given by Mr.Anbalagan.

	<b>Rs.</b>		<b>Rs.</b>
Balance B/d	1,20,000	Car Expenses	24,000
Fees from client :		Office Expenses	6,000
2018-19	25,000	Salary to staff	7,000
2019-20	30,000	Interest on loan	1,000
2020-21	32,000	Income Tax	1,500
Present from client	20,000	Income Tax Penalty	600
Winning from lottery	24,000	Wealth Tax	250
		Purchases cost	5,000
		Balance C/d	2,05,650
	<b>2,51,000</b>		<b>2,51,000</b>

- (a) Depreciation at Rs.2500 is to be provided.  
 (b) Consider Rs.1,500 as opening stock and Rs.1,000 as closing stock.  
 (c) Car is 60% used for official purpose.  
 (d) Income from other sources Rs.30,000.
12. What are the different types of procedure for assessment explain.
13. State any 10 incomes that are exempted from income tax u/s 10.