

**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.

B.Com.(A&F) END SEMESTER EXAMINATIONS APRIL-2022

SEMESTER - VI

11UAFCT6019 & UAF/CT/6019 - Income Tax, Law and Practice-II

Total Duration : 3 Hrs.

Total Marks : 60

Section A

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

1. Mr. X own a residential house at Bangalore from the following information, compute the amount of capital gain:

Particulars	Rs.
Cost of Construction during 1988-89	4,00,000
Cost of additions and improvements in 2004-2005	2,00,000
Sale Consideration on 10.10.2020	95,00,000
Expenses on Transfer	20,000
Cost of New house purchased in Hyderabad on 15.1.2020 (House Half finished)	5,00,000
Amount deposited in Capital gain deposit scheme in SBI on 25.7.2021	4,00,000

An amount of Rs.3,00,000 withdrawn from the capital gain deposit scheme on 12th may 2023 and utilized for completion of the house. CII for 2001-02: 100; 2004-05 is 113 and 2021 is 301.

2. From the following investments and other incomes of Mr. Akilesh, Compute income from other sources.
- 1) Rs.31,840 10% tax free commercial securities.
 - 2) Rs.6,286 received as interest on tax free public Ltd co securities (Listed).
 - 3) Rs.3,592 received as interest on Deepak fertilizer (Listed).
 - 4) Dividend received Rs.10,000 from Indian Company.
 - 5) Amount received from Karnataka Lottery prize 34,700.
 - 6) Director fees received Rs.4,000.
 - 7) Royalty income by writing books Rs.40,000 (Expenses claimed and allowable Rs.4,000).
 - 8) Family Pension received Rs.36,000.
3. From the following particulars, calculate gross total of an individual for the current assessment year.

Particulars	Rs.
Income from House Property	50,000
Loss from House Property – B	80,000
Interest on Securities	2,00,000
Loss from Cycle business	2,00,000
Profit from speculation business	2,00,000
Short term capital Gain	2,50,000
Long term capital loss	60,000
Long term capital gains	2,10,000

4. Explain the provisions regarding set-off and carry forward and set off of losses.

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5. Calculate the taxable income of Mr. Raman from the following if the gross total income is Rs.2,50,000.

Particulars	Rs.
Life Insurance premium of Mrs. Raman	900
Contribution towards LIC pension fund	1,000
Medical Insurance	1,000
Expenditure on Medical treatment of disabled relative	14,500
Donation to Indian Army	5,000
Donation to Government of India for family planning	25,000

6. Sri Anand earned gross total income Rs.5,00,000 in the previous year 2020-21 and made the following donation during the year:
- Rs.10,000 to Chief Minister's Earthquake Relief Fund.
 - Rs.15,000 to National Foundation for Communal Harmony.
 - Rs.40,000 to Municipal Corporation approved for promotion of family planning.
 - Rs.25,000 to approved institutions.
 - Donations: Clean Ganga Fund Rs.12,000.
Swachh Bharath Kosh Rs.8,000.
National fund for control of Drug Abuse Rs.15,000.

Compute the amount of deduction admissible him U/s.80 G for the AY 2021-2022.

7. What are the different types of Assessments under Income Tax Law? Explain the procedure for Regular Assessment.
8. The following are the particulars of income of Mr.R for the previous year ended 31st March 2021.

Particulars	Rs.
Dividend	20,000
Loss from House Property	32,000
Interest from Bank Deposit	10,000
Business Income	50,000
Loss in Speculation Business	3,000
Short term capital loss	10,000
Long term capital gain	15,000

Compute the gross total income of Mr. R after setting of the different losses against other incomes.

Section B

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

9. Mr. Mukesh gives the following particulars about the assets sold during 2020-2021.

Particulars	Jewellery	Plot	Gold
Selling price	4,00,000	10,00,000	3,50,000
Selling Expenses	-	24,000	-
Cost of Purchase	20,000	2,80,000	1,00,000
Year of Purchase	2004-05	2002-03	2006-07
CII	113	105	122

He has purchased a house for Rs.12,00,000 on 1.3.2020. Calculate the amount of capital gain if CII for 2020-21 is 301.

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SEMESTER - VI

11UAFCT6019 & UAF/CT/6019- Income Tax, Law and Practice-II

10. A.L. Khan has furnished the following details of his income for the previous year 2020-2021. Compute his income for the assessment year 2021-22 under the head income from other sources,
- Income from letting plant, building and furniture on Hire Rs.40,000 p.m.
Expenses Claimed:
Repairs Rs.5,000; Depreciation Rs.40,000; and Insurance Rs.15,000; Rent from sub letting $\frac{1}{4}$ of a house Rs.5,000 p.m. He has taken a residential house by paying a rent of Rs.12,000 p.m. Municipal Taxes paid by him Rs.10,000 Repairs incurred Rs.16,000.
 - Dividends (Gross) from an Indian Company Rs.4,000.
 - Lottery winnings Rs.2,000.
 - Race winnings received Rs.10,05,000.
 - Advance Money received and forfeited, while negotiating to sell a capital assets during the previous year Rs.50,000.
11. Shri Vignesh, a resident individual submits the following information relevant for the PY ending on 31.3.2021,

Particulars	Rs.
Income from Salary (Computed)	80,000
Income from House property	
House I	25,000
House II	-35,000
House III	-40,000
Profits and gains from business	
Business I	30,000
Business II	-70,000
Business III (Speculation)	-44,000
Business IV (Speculation)	15,000
Capital Gains	
STCL	-65,000
LTCG	17,000
Income from other sources	
Interest on Securities	30,000
Race Winnings	45,000
Income from Card Games and Betting	70,000

Determine the income of Shri. Vignesh for the AY 2021-22.

12. Srivatsan has earned gross total income of Rs.8,00,000 in the previous year 2020-21 and made the following donations during the year:-
- Rs.60,000 to Chief Minister's Earthquake Relief Fund, Gujarat.
 - Rs.30,000 to National foundation for communal harmony.
 - Rs.38,000 to a University of National eminence.
 - Rs.41,000 to Jawaharlal Nehru memorial fund.
 - Rs.35,000 to Govt. of India for promotion of family planning.
 - Rs.70,000 to State Govt.
 - Rs.45,000 to Municipal committee.
 - Medi claim premium paid by Cheque to GIC Rs.35,000.

Compute his Total income for the assessment year 2021-22, if his income includes Rs.50,000 being long term capital gain, and Rs.70,000 as his share from AOP. He has incurred Rs.5,000 for medical treatment of his handicapped brother. He has incurred Rs.70,000 for treatment of his mother for a notified disease. He has paid Rs.10,000 to LIC pension fund.

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13. Mr. Jayasankar, a college teacher, affiliated to university of Madras, given the following details of his income:

Particulars	Rs.
Salary(per month)	15,000
Warden Allowance (per month)	1,200
Examinership remuneration	6,000
Income from books	18,000
Card games income	6,600
Income from Lottery ticket	25,000
Purchase of Lottery ticket	10,000
Interest received	7,000

Calculate Total Income.

He has savings in the form of PPF Rs.80,000.
