

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. END SEMESTER EXAMINATIONS APRIL-2023

SEMESTER - VI

UCO/CE/6003 - Income Tax Law and Practice - II

Total Duration : 3 Hrs

Total Marks : 75

Section A

Answer any **TEN** questions ($10 \times 2 = 20$ Marks)

1. Define Capital Assets. Classify its types.
2. Describe the term 'Transfer'.
3. What is Stake Money?
4. What is carry forward of losses?
5. State any four donation for which 50% deductions are allowed.
6. Explain gross total income.
7. Explain Sec. 44AA.
8. From the following details, calculate the taxable income and tax liability for Mr. Bala aged about 62 years for the previous year 2021-22.

| Particulars | Rs. |
|----------------------------|----------|
| Net income from profession | 4,50,000 |
| Income from other sources | 1,75,000 |
| Deduction u/s 80C | 1,75,000 |
| Medical insurance premium | 30,000 |

9. Mr. Chandru has furnished the following particulars, Compute his total income for the previous year 2021-22.
 - Gross Salary 7,50,000
 - Income from other sources 5,00,000
 - LIC Annuity plan premium paid 50,000
10. Mr. Sundar has submitted the following information. Compute his gross total income for the previous year 2021-2022.
 - Income from card games 15,000
 - Loss from Card games 5,400
 - Income from securities 7,500
 - Loss on maintenance of Race Horses 3,000
11. Mr. Dawood deposited Rs.2,00,000 each as Fixed Deposit in the name his three children. Interest earned from that deposits during the previous year 2021-22 was Rs.16,000 each. How will you treat the interest on fixed deposits?

Contd...

12. From the following particulars find out the income from other sources:

| | |
|------------------------------------|--------|
| Directors fees | 22,000 |
| Ground rent | 18,000 |
| Dividend from an Indian company | 25,000 |
| Royalty from books | 10,000 |
| Dividend from Co-operative society | 2,000. |

Section B

Answer any **FIVE** questions ($5 \times 5 = 25$ Marks)

13. Appraise the provision relation to income of Minor Child.

14. Discuss how to calculate tax liability for a firm.

15. Mr. Priyan's Gross Total Income for the previous year is Rs.6,00,000. He made the following donations. Compute his total income for the previous year 2021-22.

| | |
|--|--------|
| I. National Defense Fund | 20,000 |
| II. National Sports Fund | 15,000 |
| III. National Children's Fund | 10,000 |
| IV. Prime Minister's Drought Relief Fund | 25,000 |

16. Mr. Priyaranjan received the following gift during the P.Y 2021-22. Compute his taxable income from other sources.

| | |
|---|--------|
| I. Gift received from a friend | 27,000 |
| II. Gift received from his spouse | 15,000 |
| III. A Laptop received from his friend | 40,000 |
| IV. Gift received from his maternal uncle | 10,000 |
| V. Gift received from his cousin | 33,000 |

17. Mr. Anguraj submitted the following particulars for the P.Y 2021-22. Compute his gross total income.

| | |
|--------------------------------|-----------|
| I. Income from salary | 90,000 |
| II. Income from House property | 30,000 |
| III. Business loss | 1, 50,000 |
| IV. Short term capital loss | 20,000 |
| V. Long term capital gain | 80,000 |
| VI. Income from other sources | 35,000 |

18. Mr. Madhan (42 years) has submitted the following information of his income for the previous 2021-22. Ascertain his taxable income and his tax liability.

| | |
|---|-------------|
| I. Income from Salary (Gross) | 7,70,000 |
| II. Interest on Govt. Security | 20,000 |
| III. Winning from lottery (Gross) | 30,000 |
| IV. Dividend | 40,000 |
| V. Rent from House property | 60,000 p.a. |
| Municipal taxes paid | 10,000 |
| VI. Contribution to RPF | 30,000 |
| VII. Payment of medical insurance premium | 20,000 |

19. Mr.Dharmendra acquired a residential house in Coimbatore on 18.06.16 for Rs.4,75,000. He spend Rs.3,00,000 for the additional construction during 2017-18. He sold that house on 20.02.22 for Rs.18,00,000 for which he paid Rs.20,000 as broker-age. Compute the capital gain for the P.Y 2021-22 (C.I.I 2016-17: 264, 2017-18: 272, 2021-22: 317).

Section C

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

20. Mr.Deendayal owns the following assets as on 1st April 2021 which falls under 15% block of assets.

| Particulars | Cost (Rs.) | WDV (Rs.) |
|-------------|---------------|--------------|
| Machine A | 2,20,000 | 22,000 |
| Machine B | 2,10,000 | 21,000 |
| Machine C | 40,000 | 4,000 |

On 25.4.21. He acquired another Machine D (belongs to 15% block of assets) for Rs.13,000. On 27.5.21. He sold Machine B for Rs.90,000. Compute his capital gain and depreciation for the previous year 2021-22.

21. Following incomes are received by Mr. Anbu for the previous year 2021-22.

| | | |
|-------|--|--------|
| I. | Winning from horse races | 1,500 |
| II. | Incomes from writing articles in journals | 2,500 |
| III. | Dividend | 5,000 |
| IV. | Gift from father | 3,000 |
| V. | Income from agricultural land in Malaysia | 10,000 |
| VI. | Winning from Lotteries | 4,000 |
| VII. | Income from undisclosed sources | 5,000 |
| VIII. | Dividend from a foreign company | 6,000 |
| IX. | Interest on fixed deposits | 2,000 |
| X. | Interest on National Defense Gold bonds 1980 | 5,250 |

Find his income from other sources.

22. From the following particulars of Mr.Ram's family members, compute their gross total income for the previous year 2021-22.

| | |
|---|----------|
| Mr.Ram's income from business | 5,50,000 |
| Mrs.Ram's income from employment | 3,00,000 |
| Income of his minor son (interest from a company) | |
| The amount for investment received from his grandmother | 10,000 |
| Income of his minor son (by providing consultation) | 2,00,000 |
| Income of his minor daughter | 5,000 |

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23. Discuss any 15 deductions under section 80 in Income Tax Act.
24. Illustrate the computation of total income and tax liability of an individual assessee.
