

**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.(CS) END SEMESTER EXAMINATIONS NOVEMBER-2022**

**SEMESTER - V**

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

**Total Duration : 2 Hrs 30 Mins.**

**Total Marks : 60**

**Section A**

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

1. A person after about 26 years stay in India retired to England in April 2020 and returned to India on 15<sup>th</sup> February 2022 to take up a salaried appointment. What is his residential status for the previous year 2021-22?
2. Mr.K.V.Rao, a senior scientist goes to Nigeria on a job approved by the Govt. for a period of 3 years on 15<sup>th</sup> September 2021. He has never been out of India before. Determine his residential status for the previous year 2021-22.
3. Find out salary of Mr.O.P.Gupta from particulars given below:  
Net salary received – Rs.72,000  
Income tax deducted at source – Rs.4,000  
Professional tax - Rs.1,200  
Group insurance premium deducted by employer - Rs.1,200  
Rent of house deducted out of salary - Rs.3,600  
Life insurance premium paid by employee - Rs.6,000
4. Compute gross salary from information given below:  
a) salary @ Rs.25,000p.m  
b) D.A @ Rs.5,000p.m (Rs.2,500p.m enters into pay for service benefits)  
c) Advance salary for two months Rs.55,000  
d) Employer's contribution to R.P.F Rs.3,500p.m
5. Compute the ARV for the previous year 2021-22 from particulars given below:  
  
MRV - Rs.84,000 p.a  
FRV - Rs.90,000 p.a  
Standard rent - Rs.87,000 p.a  
Real Rent - Rs.8,000 p.m  
Unrealized rent - Rs.4,000  
Date of Completion 31.07.2021 and Date of letting: 01.10.2021

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6. Mr.D. owns a house at Vijay Nagar and submits the following particulars:  
 Rent received – 1,75,000  
 Standard rent – 1,60,000  
 Municipal valuation – 1,70,000  
 Fair rental value – 1,72,000  
 Municipal taxes – 12% of municipal rental value + 2% of municipal taxes as sanitation surcharge. Compute net annual value.
7. Mr.R Reddy acquired plant and machinery for Rs.10 crores on 1.11.2018. The cost of installation was Rs.24,00,000. He has taken a loan of Rs.5 crores from ICICI. The details of interest to be charged by ICICI are as follows: Interest for the period
- |           |    |           |                  |
|-----------|----|-----------|------------------|
| 1.11.2018 | to | 31.3.2019 | - Rs.20,00,000   |
| 1.4.2019  | to | 31.3.2020 | - Rs.60,00,000   |
| 1.4.2020  | to | 31.3.2021 | - Rs.60,00,000   |
| 1.4.2021  | to | 31.3.2022 | - Rs.50,00,000   |
| 1.4.2022  | to | 31.3.2023 | - Rs.40,00,000 , |
| 1.4.2023  | to | 31.3.2024 | - Rs.30,00,000   |
| 1.4.2024  | to | 31.3.2025 | - Rs.20,00,000   |
| 1.4.2025  | to | 31.3.2026 | - Rs.15,00,000   |
| 1.4.2026  | to | 31.3.2027 | - Rs.10,00,000   |
- the unit commenced production from 1.4.2021. Determine the cost of asset for Depreciation purposes.
8. Mr.D. is karta of an H.U.. The H.U.F. has a child (son of D's brother who is mentally retarded. Mr. D's mother is also physically disabled. The H.U.F. has spent Rs.24,000 on their treatment and rehabilitation. Can H.U.F. claim deduction u/s 80 DD and if yes, how much?

### Section B

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

9. Mr.Gatting, a foreign citizen leaves India for the first time in the last 20 years on November 25, 2019. During the calendar year 2020, he comes to India on September 1, and stays in India for a period of 20 days. During the calendar year 2021 he does not visit India at all but comes to India on January 15, 2022. Determine the residential status of Mr.Gatting for the Assessment Year 2022-23.
10. X retires from PQR (P) Ltd., on March 31, 2021. PQR Ltd., pays Rs.8,000 per month as pension but does Not pay any gratuity. On the request of X, PQR (P) Ltd., Pays Rs.1,00,000 in lieu of commutation of 20% Of pension with effect from February 1, 2022.What is the amount of pension which is taxable for the assessment year 2022-23 if his pension is paid on the last Date of the month.

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11. From the particulars given below compute ARV in each case separately:

| Rental Value  | X(Rs)          | Y(Rs)  |
|---------------|----------------|--------|
| MRV           | 60,000         | 48,000 |
| FRV           | 75,000         | 60,000 |
| Real Rent     | 69,000         | 54,000 |
| Standard Rent | Not Applicable | 72,000 |

12. Mr. Z acquired a plot of land on 30.6.2006 (C.I.I. 122) for Rs.7,50,000 and spent Rs.28,500 on its registration and brokerage etc. This plot was sold for Rs.22 lakhs on 30.6.2021 (C.I.I. 317). He had purchased a house for Rs.4,00,000 on 1.8.2019 for his own residence. He had paid Rs.5,000 as ground rent of plot held by him. Compute the amount of taxable capital gain for the Assessment Year 2022-23

13. Write short note on the following

- 1) E-Filing
- 2) Types of returns
- 3) Significance of PAN

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