

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.(PA) END SEMESTER EXAMINATIONS NOVEMBER-2022
SEMESTER - III
21UPACT3006- 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. List any Ten incomes exempted under section 10 of Income Tax act.
2. Ms.Priya an Indian citizen went to Singapore on 05.05.2008 for employment purpose. She did not come to India up to 2017-18, the previous year. During 2018-19, 2019-20 and 2020-21, she was in India for 110 days, 90 days and 200 days respectively. In the previous year 2021-22, she came to India on 10.04.21 and she stayed up to 31.10.2021, then she left for Singapore. Determine her residential status for the P.Y.2021-22.
3. Mr.Amar is employed in Salem. He receives Rs.8,000 p.m. as his basic salary; D.A @ Rs.4,000 (Rs.2,000 enter into service benefits), Commission @ 2% on turnover (turnover Rs.6,00,000), H.R.A @ Rs.6,000 p.m. (Rent paid Rs.5,000 p.m. in Salem) On 1st January 2022, he has bought a flat and resides there. Ascertain his taxable HRA.
4. Shiva is a pilot in Indian Airlines. He draws Rs.7,20,000 as salary, Rs.1,80,000 as DA, Rs.6,00,000 as flight allowance to meet personal expenses while on duty, Rs.12,000 as conveyance allowance (actual expenses Rs.9,000) and Rs.7,200 as an educational allowance for his three children studying in a public school. Compute the taxable value of allowances paid to him.
5. From the following information compute the annual value of the house

Municipal Value	Rs.4,00,000
Fair rent	Rs.3,60,000
Standard Rent	Rs.4,50,000
Actual rent	Rs.50,000 p.m.

The building remained vacant for two months during the previous year. Unrealised rent Rs.50,000. Conditions of rule 4 are satisfied. Municipal tax paid by the owner Rs.25,000 and by the tenant Rs.25,000.
6. Profit and loss account of Mr.Arun showed a profit of Rs.75,000 for the year ended 31.03.22. The opening and closing stock are valued at Rs.24,000 and Rs.36,000 respectively. Stocks are undervalued by 25%. Compute his taxable income from business.
7. What is PAN? Why it is important?
8. Illustrate the format for the computations House Property Income.

Contd...

Section B

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

9. Following are the income of Mr.Sashikumar, for the financial year 2021-22

1. Interest on savings bank deposit in Allahabad bank Rs.1,200
2. Income from agriculture in Africa invested in Nepal Rs.10,000
3. Dividend received in UK from an American Company, out of which Rs.2,000 were remitted to India Rs.10,000
4. Income from salary for three months for working in Indian embassy's office in Australia and salary received there (Computed) Rs.72,000
5. Income from house property (The building is situated in Pakistan, out of which Rs.10,000 deposited in a bank in Pakistan and the balance remitted to India) Rs.15,000
6. Pension income in Belgium for service rendered in India with a limited company Rs.20,000.

You are required to compute his gross total income for the assessment year 2022-23, if he is a

- (a) ordinarily resident
- (b) Not-ordinarily resident
- (c) Non-resident

10. Mr.Karthik, Manager of a Public limited company has furnished the following particulars, Compute his gross salary.

1. Basic salary @ Rs.9,000 p.m.
2. DA (75% forms part of retirement benefits)Rs.5,000 p.m.
3. Commission on purchase - 15,000 p.a.
4. Special allowance - 3,000 p.m.
5. Contribution to URPF - 15% of the salary.
6. Employer's contribution - an equivalent of Natraj's contribution.
7. Interest on URPF credited @ 13% Rs.3,900.

11. Mr.Ganesan has two houses at Chennai.The particulars of the houses are as follows.

	House-A Rs.	House-B Rs.
Municipal value	1,20,000 p.a.	96,000 p.a
Fair rental value	96,000 p.a.	84,000 p.a
Standard rent	Nil	
Actual rent	9,000 p.m.	
Municipal tax paid	20,000 p.a.	
Interest on loan borrowed for construction	10,000 p.a.	

Compute the income from house property of Mr.Ganesan for the P. Y 2021-22.

Contd...

SEMESTER - III**21UPACT3006- Income Tax Law And Practice – I**

12. Mr.Arul has given you the following P&L account for the year ended 31st March 2022. Compute his taxable income from business for the P. Y 2021-22.

Particulars	Rs.	Particulars	Rs.
To Opening stock	40,000	By Sales	1,60,000
To Purchases	1,00,000	By Closing Stock	50,000
To Preliminary expenses	10,000		
To Bad debt	3,000		
To Provision for bad debt	2,000		
To Income tax	3,000		
To Wealth tax	4,000		
To Sales tax	5,000		
To Donation	6,000		
To Excise duty	1,000		
To Net Profit	36,000		
	2,10,000		2,10,000

13. What do you mean by E-filing? Explain its steps.
