

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 APRIL-2023

SEMESTER - VI

20UBCCT6019 - Income Tax Law and Practice-II

Total Duration : 2 Hrs 30 Mins.

Total Marks : 60

Section B

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

- Find out indexed cost for the assessment year 2022-23. Cost of house purchased in 1979-80 for Rs.90,000; Fair market value on 1.4.2001 being Rs.1,50,000. (CII for 2001-02 is 100; 2021-22 is 317).
- Describe Capital Assets and explain its kinds.
- Mr.Sreenivas submits the following details of his income for the previous year 31st Mar 2022. Compute Income from Other Sources

| | |
|--|--------|
| Dividend from a foreign company (Gross) | 40,000 |
| Dividend from an Indian company (Gross) | 30,000 |
| Dividend from co-operative society (Gross) | 3,000 |
| Dividend from mutual funds (Gross) | 6,000 |
| Dividend received (Net) TDS @ 10% | 81,000 |

- From the following details compute income from other sources

| | |
|----|--|
| a) | Interest on investments with a company Rs.10,000 |
| b) | University remuneration for working as an examiner Rs.8,000 |
| c) | Royalty for writing books Rs.80,000, Spent Rs.20,000 for writing these books |
| d) | Dividend from a domestic company Rs.12,000 |
| e) | Interim dividend Rs.6,000 |
| f) | Family pension Rs.48,000 |

- Mr. X furnished the following details:

| | |
|------------------------------------|--------------------|
| Salary income(Computed) | Rs.42,000 |
| Income from house property: | |
| House A | Rs.38,000 (Income) |
| House B | Rs.17,000 (Loss) |
| House C | Rs.21,000 (Loss) |

Compute his income for the assessment year 2022-2023.

- Write short note on 'minor's income'.

Contd...

7. Apply deductions under Sec 80 C for the following. (E)

| | |
|--|-----------|
| a) Contribution to RPF | Rs.15,000 |
| b) Contribution towards NSC – VII issue | Rs.11,000 |
| c) Insurance premium on own life (sum assured Rs.1,50,000) | Rs.25,000 |
| d) Contribution towards the life of his wife (sum assured Rs.45,000) | Rs.2,500 |

8. Mr.Mahesh has a total income of Rs.6,10,000, Ascertain the tax liability of Mahesh for the previous year 2021-2022 if his income is not diverted to anyone.

Section C

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

9. Mr.Kannan is the Owner of a House Property which he purchased in June 2006 for Rs.90,000. He sold it for Rs.60,10,000 on 15th May 2021 and incurred an expenditure of Rs.10,000 for brokerage. He bought a residential house on 15th January 2021 for a sum of Rs.2,50,000. And sold his house on 15th march 2022 for a sum of Rs.3,00,000 and paid a sum of Rs.3,000 as commission. Compute the capital gain chargeable to tax for the A.Y 2022-2023.

CII 2006 -2007 = 122; 2021-2022 = 317.

10. From the following investments and other income of Mr. Victor predict his income from other sources.

| | |
|----|--|
| a) | Rs.31,840, 10% tax free commercial securities. |
| b) | Rs.6,286 received as interest on tax free public limited company (listed). |
| c) | Rs.3,592 received as interest on Deepak fertilizer (listed). |
| d) | Dividend received Rs.9,000 (Net) from Indian company. |
| e) | Amount received from Karnataka lottery Rs.34,700. |
| f) | Director fee received Rs.4,000. |
| g) | Royalty income from books Rs.40,000, expenses claimed Rs.4,000. |
| h) | Family pension received Rs.36,000. |

11. From the following information of a trader, Determine his Gross Total Income.

| | Rs. |
|---|----------|
| Income from house property (computed) | 1,50,000 |
| Business Loss | 60,000 |
| Current year depreciation | 10,000 |
| Business loss of preceding year | 50,000 |
| Unabsorbed depreciation of preceding year | 30,000 |
| Short term capital loss | 40,000 |
| Long term capital gain | 50,000 |

Contd...

12. Mr. Mani who is totally handicapped provides you the following information. Compute the taxable income for the assessment year 2022-2023.

| | Rs. |
|---|------------|
| a) Salary (per annum) | 1,40,000 |
| b) Interest on bank savings account | 15,000 |
| c) Interest on Govt. securities | 4,000 |
| d) Long-term capital gain | 40,000 |
| e) Short-term capital gain | 10,000 |
| f) Winnings from lotteries (Gross) | 20,000 |
| g) Deposit in PPF | 40,000 |
| h) NSC (VIII) purchased during the year | 20,000 |

13. Total Income of Mr. Viji a resident of India for the previous year 2021-2022 is Rs.16,00,000. It includes Rs.20,000 on account of income arising from securities which is taxable under the head profits and gains from business or profession. He has paid securities transaction tax of Rs.1,200.

Ascertain the tax payable by Mr. Viji for the previous year 2021-2022.

Mr. Vijay's savings and Investment are:

Deposit in PPF Rs.85,000

Repayment of loan for house acquired Rs.1,00,000 (other than interest)
