

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.

M.Com. - END SEMESTER EXAMINATIONS - NOV'2024

SEMESTER - III

23PCOCT3010 - Direct Tax and Tax Planning

Total Duration : 2 Hrs. 30 Mins.

Total Marks : 60

Section B

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

- Write a brief note on Assessment Year and previous year.
- Mr.Deshik was born in India in the year 2001. From 2011 to 2017, he was in Cambodia, from 2017 to 31st March 2021, he was in Australia. On 1st April 2023 he came to India and stayed till 31st January 2023. Identify his residential status for the AY 2024-2025
- Mr.Bhadri is employed in Chennai and resides in his own house. He gets Rs.8,000 per month as salary Rs.4,450 per month as D.A. (forming part) and Rs.3,450 per month as HRA. Find out the taxable portion of HRA
- From the following, calculate Net Annual Value :
Municipal Rental value Rs.28,000
Fair Rental value Rs.34,000
Standard Rent Rs.35,000
Actual Rent Rs.3,000 per month
Municipal tax paid by the tenant Rs.1,500.
- From the following receipts and payments of Mr. R. compute his taxable income for the assessment year 2024-25 under the head income from other sources:

Particulars	Amount (₹)
Winnings from horse race	4,000
Winnings from Madhya Pradesh State Lottery (Net)	42,000
Winnings from horse race (Net)	77,000
Winnings from Punjab State Lottery	8,000
Winnings from crossword puzzle	5,500
Winnings from camel race	20,000
Winnings from card games	2,000
Purchase of lottery tickets	1,000
Payment in betting's in horse race	2,000

Contd...

6. The profit and loss account of a firm shows a profit of Rs.20,000 after charging the following sums :

	Rs.
Income Tax paid	20,000
Travelling expenses (business)	50,000
Penalty and fees	10,000
Sales tax	50,000
Remuneration to partners	80,000

Compute the taxable profit.

7. Explain the different types of assessment.
8. A has two non-speculative business - Business X and Business Y. Besides he has income from house property. The result of the three sources of income is given below:

Particulars	Business income Amount (₹)	Property income Amount (₹)
Business X	(-) 2,60,000	
Business Y	50,000	
Income from house property		6,40,000
Total	(-)2,10,000	6,40,000

State whether the business loss can be set-off in the following situation.

Section C

I - Answer any **TWO** questions ($2 \times 10 = 20$ Marks)

9. Mr.V.K. went out of India for the first time on 25th January, 2020, he came back on 31th March, 2023. On 17 August, 2023, he went to New Zealand and came back on 5th February, 2024. Determine his total income for the assessment year 2024-25 from the following particulars:

Income	Amount (₹)
(1) Profit from a business in Dubai, controlled from India	1,00,000
(ii) Income from house property in Dubai, deposited there in a Bank	3,00,000
(iii) Previous untaxed profit brought to India	50,000
(iv) Salary received in Japan for services rendered in that country	4,00,000
(v) Dividends from a foreign company	1,50,000
(vi) Share of profit from Indian partnership firm	70,000
(vii) Income from agricultural land situated in India	90,000

Contd...

10. Master Dipesh (Age 15 years) has the following incomes during the year 2023-24.

Particulars	Amount (₹)
(i) Interest on Bank Deposits	1,00,000
(ii) Interest on Debentures	55,000
(iii) Interest on Government Securities.	75,000
(iv) Income by Acting in a Film	4,00,000
(v) Income by a singing concert held by him	1,50,000
His father's total income	1,32,000
His mother's total income	1,32,500

Decide about the person in whose hands the above incomes shall be taxable and the amount of income to be taxed.

11. Calculate Income from Profession from the following Receipts and Payments given by Mrs.Kokila.

Receipts	Rs.	Payments	Rs.
To Balance b/d	1,20,000	By Car expenses	24,000
To Fee from client		By Office expenses	6,000
2020-21	32,000	By Salary to staff	7,000
2021-22	25,000	By Interest on loan	1,000
2022-23	30,000	By Income tax	1,500
To Presents from client's	20,000	By Income tax penalty	600
To Winning from lotteries	24,000	By Wealth tax	250
		By Purchase cost	5,000
		By Balance c/d	2,05,650
	2,51,000		2,51,000

12. Explain the pros and cons of e-filing.

II - Compulsory question (1 × 10 = 10 Marks)

13. Calculate Income from Salary of Mr.Thirumalai from the following information :
- Basic salary per month Rs.12,000
 - D.A. (not forming part) per month Rs.6,000
 - Medical allowance per month Rs.80
 - Special allowance per month Rs.90
 - Bonus per annum Rs.8,000
 - Academic Research allowance per month Rs.100
 - Washing allowance per month Rs.200
 - Light and water charges paid by the employer per annum Rs.7,500
 - Salary of March 2021 received during the currentPY Rs.12,350.
