

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 - NOV'2024

SEMESTER - III

21UPACT3006 - Income Tax Law & Practice-I

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

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

- Describe the following terms
 - Previous Year
 - Assessment Year
 - Person
 - Assessee
- Explain the provisions regarding Residential Status of an Individual assessee.
- Mr.R retired on 31st December 2023 and his pension was fixed at Rs.3,600 p.m. He got 3/4th of the pension commuted for which he received Rs.1,80,000 from his employer A Ltd., Co. Find out the taxable amount of commuted value of pension if
 - He gets gratuity
 - He doesn't get gratuity
 - He is Government employee
- Mr.Murgan owns a house constructed during May 2000. 50% of the house was let out at a monthly rent of Rs.3,200.However this portion remains vacant for 1 month during the previous year. 25% of the house is used for his own profession and the remaining 25% of the house was used for his own residence. Other particulars of the house are given below

Municipal Valuation	75,000
Standard Rent	90,000
Municipal taxes paid	12,000
Repairs	3,000
Interest on capital borrowed for repairs	28,000

Compute the house property income for AY 2024-25.

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5. Mr.Ibrahim gives the following particulars from his records , for the year ending 31st March 2023

a. Net Profit	2,00,000
b. Contribution to Unrecognised provident fund	40,000
c. Provision for Income Tax	50,000
d. Advertisement expenses including advertisement for Rs.4,000 in souvenir published by a political party	20,000
e. Provision for excise duty	30,000
f. Holiday home expenses	35,000
g. Health insurance paid by cheque	10,000
h. Penalty imposed by customs authority for breach of law	25,000
i. Interest for late payment of sales tax	1,000

Compute the business income.

6. Explain the features of Income Tax.
7. Shiva Shankar an employee of H Ltd., draws Rs.80,000 as basic, Rs.14,000 as dearness allowance (Half of which forming part of salary) and Rs.13,000 as bonus. Gas, water and electricity bill paid by the company Rs.3,000. The company provides him rent free accommodation in Bengaluru [not owned by the company]. Determine the taxable value of perquisites. Rent paid by the company for the accommodation is Rs.40,000 per annum.
8. Dr.Mahesh furnishes the following particulars of his receipts and payments during the previous year 2023-24

Receipts

Consulting fees	1,10,000
Visiting fees	48,000
Rent from house property	7,200

Payments

Purchase of surgical equipment	16,000
Salaries to staff	9,200
Personal expenses	23,600

Compute his professional income for the A Y 2024-25.

Section C

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

9. Explain any ten exempted income under section 10 of the Income Tax Act 1961.

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