

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. CA - END SEMESTER EXAMINATIONS - NOV'2024

SEMESTER - V

24UCCET5A01 - Income Tax Law and Practice-I

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

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

1. List out any five incomes which are exempted from tax.
2. Distinguish between Direct tax and Indirect tax.
3. Mr. Kannan a resident of Trichy, receives Rs.1,00,000 p.a. as basic salary and Rs.20,000 p.a. as DA ($2/3^{rd}$ of which is forming part of salary) and he also receives a commission on purchases of Rs.1,000 p.m. Bonus of Rs.15,000 p.a. and HRA of Rs.24,000 p.a. (Rent paid at Trichy Rs.30,000 p.a.). Calculate the taxable HRA.
4. From the following particulars, compute the GAV.
Municipal value Rs.36,000
Fair rental value Rs.24,000
Annual rental value Rs.42,000
Vacancy period 2 months
5. From the following P & L account of Mr.Aranganathan, compute his taxable income from business for the P.Y. 2023-24.

Particulars	Rs.	Particulars	Rs.
To Salary to staff	48,000	By Gross Profit	75,000
To Donation	6,000	By Income from HP	15,000
To Electricity	5,000	By Dividend from investment	5,000
To Provision for bad debts	3,000		
To Net Profit	33,000		

6. What are the expenses expressly disallowed under income from Business?
7. Enumerate the essentials of PAN.
8. Explain the procedure for e-filing of return.

Contd...

Section C

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

9. Mr.X earns the following income during financial year 2023-24

- (a) Profit earning from a business in Japan which is controlled in India, half of the Profit being received in India Rs.1,00,000
- (b) Interest form an Indian company in Canada Rs.60,000
- (c) Income from agriculture in Dubai and remitted to India Rs.75,000
- (d) Pension from former employer in India received in U.K Rs.1,00,000
- (e) Income from property in Canada received there Rs.2,00,000

Compute his income for the assessment year 2024-25 if he is

- (i) Ordinary resident in India.
- (ii) Non-Resident

10. Mr.Krishnakumar is working in Sterline Limited, Thoothukudi. He furnishes the following particulars, Compute his taxable salary for the P.Y. 2023-24.

	Rs.
Basic salary	40,000 p.m.
D.A (enter into service benefits)	8,000 p.m.
House rent allowance (Actual rent is Rs.5,500 p.m.)	4,000 p.m.
Commission (1% of turnover)	5,000
He contributes Rs.7,500 p.m. towards RPF. His employer is also contributes the same towards RPF.	
Interest on RPF credited at 15% amounted to Rs.6,000	

11. From the following particulars, compute income from house property which consists of two independent units having $1/3^{rd}$ and $2/3^{rd}$ area.

Date of completion 01.11.2018
Municipal rental value Rs.90,000
Fair rental value Rs.1,20,000
Self occupied 2/3 portion

Let out $1/3^{rd}$ portion from 01.04.2023 to 30.09.2023 at Rs.9,000 p.m. and self occupied from 01.10.2023 onwards

Municipal taxes Rs.9,000 p.a.
Fire insurance premium Rs.3,000 p.a.
Ground rent Rs.4,000 p.a.
Interest on loan Rs.12,000

Contd...

SEMESTER - V
24UC CET5A01 - Income Tax Law and Practice-I

12. Following is the P&L account of Mr.Lal for the year ending on 31.03.2024. Calculate his income from business.

Particulars	Rs.	Particulars	Rs.
To Salary to staff	62,000	By Gross profit	2,00,000
To Rent	12,400	By Income from HP	1,00,000
To Sales tax	13,600	By Dividend	50,000
To Charity	10,000	By Business income	1,50,000
To Bad debt reserve	15,000		
To Advertisement (cash)	30,000		
To Depreciation on car	8,000		
To Patents (acquired on 31.12.2021)	44,000		
To Net profit	3,05,000		
	5,00,000		5,00,000

Additional Information:

- i) Car is used 25% for personal purposes
- ii) Salary to staff includes Rs.25,000 given to his son for taking part in the business, which is unreasonable to the extent of Rs.5,000

13. Enumerate the various ITR Forms for filing return under Income Tax Act.
