



23104118

QP CODE: 23104118

Reg No :

Name :

B.VOC DEGREE REGULAR EXAMINATIONS, DECEMBER 2022

Third Semester

B.Voc Business Accounting and Taxation

TBOC303 - INCOME TAX - I

2021 Admission Only

6B6507CB

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define Previous Year.
2. Who is assessee in default?
3. When a HUF becomes non -resident?
4. What are the incomes taxable for all assessee?
5. What are the additional conditions for determining residential status of an individual?
6. What is key man insurance policy?
7. Mention any three obligations of employees met by employer.
8. What are the purposes for which a house property can be used?
9. What is pre construction interest?
10. What is arrears of rent?
11. Explain tax treatment of Block of asset.
12. How will you deal with personal expenses while dealing with business income?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*



13. Distinguish between capital and revenue receipts.
14. Explain the calculation of Total income?
15. Examine the relationship between residential status and incidence of tax.
16. Explain exempted income under IT Act.
17. Mrs. Raja retired from a private company on 31-3-19. She received a Pension of Rs. 2,400 up to 30-6-19. With effect from 1-7-19 she commuted 2/3 of her pension for Rs. 1,50,000. What will be her taxable pension if she; (A) Received gratuity (B) did not receive gratuity
18. Explain tax treatment of Retrenchment Compensation?
19. What are the different types of rental values?
20. The profit and loss account of Mr. A disclosed a profit of 2,00,000 after debiting the following (a) Provision for taxation -100000 (b) Bad debts written off -20000 (c) Provision for doubtful debts -25000 (d) Gift to friend -5000 (e) Sales tax due but paid before the due date -23500. Compute profit from business.
21. Compute depreciation chargeable for plant and machinery
 - WDV of Plant and Machinery on 1-4-2019 - Rs.20,00,000
 - Plant sold on 1/7/2020- Rs.15,00,000
 - Plant purchased on 1-2-2020-Rs.9,00,000

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Distinguish Assessment Year and Previous year, and explain grounds for accelerated assessment.
23. Mr. Kiran is employed in Airtel as manager in Mumbai. His salary particulars are: a) Basic pay 7,500 pm b) DA 7,120 pm (out of which 600 per month enters for service benefits) c) Lunch allowance 600 pm d) Bonus 24,000 e) Entertainment allowance 1,500 pm f) Employee's contribution to RPF at 15% of salary g) Employer's contribution to RPF at 15% of salary h) HRA 10,000 pm. He pays a rent of 2,000 pm i) He has been provided a small car for both private and official use j) He has paid 2,000 as professional tax. Compute his taxable salary.
24. Mr. Jones is the owner of three houses. He gives the following details regarding the houses:



House I(Let out)	House II(Self occupied)	House III (Self occupied)
Standard rent 40000	100000	150000
Municipal value 35000	80000	130000
Annual rent 50000	-	-
Fair rent 60000	90000	120000
Repairs 10000	10000	10000
Insurance 2000	4000	6000
Municipal tax -	5000	5000
Interest on loan for purchase 20000	9500	60000

Compute income from house property for the assessment year 2020-21.

25. The following in the Profit and loss Account of M/s Jack & Sons for the year ended on ended 31 March 2020. Compute his taxable income from business for that year. Opening Stock -150000 Sales -18,00,000 Purchase -12,00,000 Closing Stock -2,00,000 Salary -2,00,000 Gift from father -1,00,000 Rent -60,000 Sale of car -1,70,000 Repairs of car -30,000 Income tax refund -30,000 Wealth tax -20,000 Depreciation on Car -30,000 General Expenses -1,00,000 Medical Expenses -30,000 Advance tax paid -1,00,000 Profit for the Year -4,70,000 Additional information: a. Mr. Jack & Sons carries on his business in rental premises, 50% of which used as his residence. b. Mr. Jack & Sons bought a car during the year for 2,00,000. He charged 15% depreciation on the value of the car. The car was sold during the year for 1,70,000. The use of car was 1/4 for personal purpose. c. Medical expenses were incurred during sickness of Jack & Sons for his treatment. d. Salaries includes 2,500 per month on account of driver's salary for 10 months.

(2×15=30)