

QP CODE: 23133467



23133467

Reg No :

Name :

**B.COM DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS, OCTOBER
2023**

Fifth Semester

Optional Core - CO5OCT01 - INCOME TAX - I

Common for B.Com Model I Finance & Taxation, B.Com Model II Finance & Taxation & B.Com
Model III Taxation

2017 Admission Onwards

942AA6A9

Time: 3 Hours

Max. Marks : 80

*Instructions to Private candidates only: This question paper contains two sections. Answer
SECTION I questions in the answer-book provided. SECTION II, Internal examination questions
must be answered in the question paper itself. Follow the detailed instructions given under*

SECTION II

Part A

*Answer any **ten** questions.*

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

1. Explain the concept of Income tax.
2. What is meant by TDS?
3. Define assessment and previous years under Income Tax Act.
4. Who is an Assessee?
5. State clearly the difference between assessment of an ordinarily resident and a not ordinarily resident.
6. Define Perquisites under IT Act.
7. What do you mean by 'annual accretion'?
8. How is self occupied house valued?
9. Distinguish between absorbed and unabsorbed depreciation.
10. Write a short note on 'zero coupon bond'.
11. What is unrealised rent?
12. Who is a deemed Resident?

(10×2=20)



Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Explain the main features of Indian tax System.
14. Explain how tax liability of an assessee is determined with reference to his residence?
15. What are the provisions of the IT Act regarding leave travel concessions?
16. How will you compute the annual value of let out property?
17. What are the allowances that are admissible in determining the Income from business?
18. Mr. Arul Sen, a citizen of Indian origin employed in UK since 1990 comes to India on 30-6-2015. He remained in India for three years and went to USA On 01-7-2018. He returned to India On 1-4-2019 and went back to USA On 31-7-2020. Again he returned to India on 1-1-2022 securing transfer from USA to the Delhi branch of the company
Determine the residential status for the previous year 2021-22
19. An employer has taken a house on rent @Rs. 15000 p.m. He allotted half of the house to Mr. X and the other half to Mr. Y for residential purposes. The annual salary of Mr. X is Rs. 3,00,000/- and of Mr. Y Rs. 7,00,000/-. Find out the value of rent free house for Mr. X and Mr. Y
20. Determine the annual value of the house in the following Cases:
Expected Rent Rs. 1,00,000
House let out @ Rs. 10,000 p.m
House tax paid by owner Rs. 9000 (10% of municipal value)
House remains vacant for (a) 1 month (b) 3 months.
21. Net Profit of a firm was 60,000/-. It was after charging Interest to partners. Interest to partners amounted to Rs. 30,000/- (@20% p.a). Salary to a partner Rs. 10,000/- was also charged. Rent to a partner Rs. 7000/- not charged. Calculate the Book profits

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Enumerate any ten items which are totally exempt
23. Mr. Gopal, an employee in a firm, is drawing Rs. 40,000/- p.m as salary plus 10% of his salary as dearness pay. He is getting entertainment allowance of Rs. 1000/- p. m. He has spent Rs. 5000/-, on entertainment of the firm's customers. He is Provided with a rent-free unfurnished house at Allahabad of the fair rental value of Rs. 5000 p.m. The house is owned by the firm. He is also provided with a small car for his personal and official use and all the expenses of its maintenance and running are met by the firm. Find out his taxable salary for the Assessment- year 2022-23



24. Mr. Z is the owner of two houses which he uses for his residential Purposes. He submits the following information in respect of these houses for the year 2021-2022

	House I	House II
Municipal value (Rs)	80,000/-	2,00,000/-
Fair rent	1,00,000/-	2,40,000/-
Municipal Tax Paid	10,000/-	30,000/-
Fire insurance premium	1000/-	2000/-
Interest on loan taken for the construction of the houses	60,000/-	3,00,000/-

His other incomes are Rs. 2,50,000/-.

Compute his total income.

25. The Net profit of Mr. Ravi of ernakulam as per his P&L Account are for the year ended 31-03-2023 after charging the following item was Rs. 3,40,000/-

a) Interest on capital	Rs. 20,000/-
b) Salary of staff	Rs. 1,16,000/-
c) Office expenses	Rs. 3,000/-
d) Bad debts written off	Rs. 13,000/-
e) Provision for bad debts	Rs. 10,000/-
f) Provision for income tax	Rs. 16,000/-
g) Donation	Rs. 10,000/-
h) Depreciation	Rs. 17,000/-

Depreciation allowable as per the Act is only Rs. 12,000/-

Compute Income from business.

(2×15=30)