

QP CODE: 24045215



Reg No :

Name :

**B.VOC DEGREE REGULAR / IMPROVEMENT/REAPPEARANCE EXAMINATIONS,
OCTOBER 2024**

Third Semester

B.Voc Business Accounting and Taxation

TBOC303 - INCOME TAX - I

2018 Admission Onwards

21215540

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

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

1. What is CBDT?
2. What is capital asset?
3. What is income deemed to be received?
4. Can a HUF be not ordinarily resident?
5. Explain basic conditions in determining residential status.
6. Give two examples of allowances fully exempt from tax.
7. What is PPF?
8. What is expected rental value?
9. What are the purposes for which a house property can be used?
10. List out conditions for claiming unrealised rent.
11. How will you treat capital expenditure on scientific research?
12. What is unabsorbed depreciation?

(10×2=20)

Part B

*Answer any **six** questions.*

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



13. Distinguish between capital and revenue receipts.
14. Who is a person as per Income tax act?
15. Discuss exempted income under IT Act.
16. Mr. Naveen came to India for the first time from U.S on 15-10-2013. He stayed here for three years and left for U.K on 16/10/2016. He returned to India on 1-5-2017 and again went to UK on 15-12-2017, He came to India for permanent settlement on 26-10-2019. Determine his residential status for the Previous Year 2019-20.
17. Compute taxable HRA • Basic salary 1,20,000 • DA enters under terms of employment 60,900 • HRA received 2,000 p.m. • Rent paid for the house in Kochi 1,800 p.m.
18. Mr.P retired from service on 15th January 2020 after 30 years of service. His average salary during the last 10 month a was Rs.30,000. He received a gratuity of Rs.3,55,000. Compute the taxable gratuity, if he (A) Not Covered Under Payment Gratuity Act (B) Covered Under Payment Gratuity Act.
19. Calculate Income from house property the following details. • MRV -160000 • FRV -120000 • SRV -140000 • Actual rent 20,000 P.M • Municipal tax-2000
20. compute depreciation chargeable for plant and machinery • WDV of Plant and Machinery on 1-4-2019 -Rs.9,00,000 • Plant purchased on 1-3-2020-Rs.3,00,000
21. The profit and loss account of Mr. Kumar disclosed a profit of 1,80,000 debiting the following: Provision for taxation - 80,000 A Bad debts written off -10,000 A Provision for doubtful debts - 20,000 Depreciation (only 20,000 is allowable)-23,000 Gift to friend - 43,000 Salary to staff - 40,000 Compute taxable business income.

(6×5=30)

Part C

Answer any two questions.

Each question carries 15 marks.

22. Explain the evolution of Income Tax.
23. Mr. Prasad is manager of a textile mill in Coimbatore. He received the following from his employer: Basic salary 10,000 PM DA 2,000 PM Entertainment allowance 1,000 PM Bonus 10,000 Employer's contribution to URPF 10,000 Provided a small car for personal and official use. Education allowance to one child 200 PM Medical allowance 300 PM Leave travel concession (all conditions satisfied) Rent free unfurnished house provided by employer. 16,000 Compute income from salary.
24. Mr. Jones is the owner of three house. He gives the following details regarding the houses: House I House II House III (Let out) (Self occupied) (Self occupied) Standard rent 40,000 1,00,000 1,50,000 Municipal value 35,000 50,000 1,30,000 Annual rent 50,000 - - 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. From the following Profit and Loss account of Mr. X for the year 31-3-2020. Dr. Cr. To General Expenses -13,400 By Gross profit -3,15,500 To Bad debts -22,000 By Commission -8,600 To Advance income tax -21,000 By Brokerage -37,000 To Insurance -600 By sundry receipts -2,500 To Salary to staff -26,000 By bad debt recovered -11,000 To Salary to self -32,000 (allowed earlier) To Interest on loan -40,000 By interest -38,000 To Interest on capital -23,000 To depreciation -48,000 To Advertisement -20,000 To Net profit -1,60,600 4,12,600 4,12,600 Other information: (a) Amount of depreciation as per income tax rules Rs. 37,300 (b) Income of 4,500 accrued during the PY is not recorded in the profit and loss account Compute business income.

(2×15=30)