

B. COM. DEGREE END SEMESTER EXAMINATION - MARCH 2024
SEMESTER – 6: (OPTIONAL COURSE FOR FINANCE & TAXATION)

COURSE: 19U6OPCFT4 – INCOME TAX ASSESSMENT AND PROCEDURE

(For Regular 2021 Admission and Supplementary 2020/2019/2018/2017/2016/2015 Admission)

Time: Three Hours

Max Marks: 75

SECTION – A

Answer all questions. Each question carries 2 marks.

1. Define a Company as Income Tax Act 1961.
2. What do you mean by Tax Clearance Certificate?
3. What is aggregation of income?
4. Briefly explain intra-head adjustment.
5. What is rebate under Sec 87 A?
6. What do you mean by grossing up of interest?
7. Explain Sec 80 QQB.
8. What is Tax Deducted at Source?
9. What is 'Adjusted Total Income' for section 80 G?
10. What is assessment?

(2 x 10 = 20)

SECTION – B

Answer any five questions. Each question carries 5 marks.

11. Mention any six gifts exempt from tax.
12. Explain the functions of CBDT.
13. In which circumstances the Spouse's income is included in the income of the individual?
14. Mr. Xavier is a person with severe disability. He had the following particulars of his income for the previous year 2022-23:
Income from Salary ₹6,80,000
Interest income of savings bank account ₹ 14,000.
Dividend from Co-operative society ₹13,000,
Dividend from AB Ltd (Indian Company) ₹ 10,000.
Compute total income for the AY 23-24.
15. Mr. Rasheed received the following incomes during 2022-23. Compute his taxable income under the head Income from Other Sources for the AY 2023-24.

Particulars	₹
a) Winning from Sikkim lottery (Gross)	24,000
b) Winning from horse races	2,000
c) Winning from crossword puzzle	4,000
d) Interest on Post Office Savings Bank account	1,000
e) Dividend from Indian Company (Gross)	15,000
f) Dividend from Co-operative Society (Gross)	2,500
g) Income from agricultural land (in Srilanka)	6,000
h) Interest on tax-free listed debentures of a company (TDS 10%)	18,000

16. Mr. Anand has the following investments for the previous year ended 31.3.2023.

- (a) 10% 30,000 tax-free Govt. securities.
- (b) 10 % 40,000 Karnataka Govt. loan.
- (c) 10% 36,000 tax-free debentures (listed) of a company.
- (d) 10% 20,000 debentures (listed) of a tea company.
- (e) ₹ 7,200 received as interest on debentures of company (not listed).

He paid commission to his bank 500 for collecting the above amounts.

Compute Taxable income from other source.

17. Sri Arjun earned GTI of ₹ 5,00,000 in the PY and made the following deductions during the year by cheque:

- a) ₹ 10,000 to CM's Earthquake Relief Fund Maharashtra
- b) ₹ 15,000 to National Foundation for communal harmony.
- c) ₹ 40,000 to Municipality for family planning.
- d) ₹ 25,000 to approved institutions.

Compute the amount of deduction admissible u/s 80 G for the AY 2023-2024.

(5 x 5 = 25)

SECTION – C

Answer any three questions. Each question carries 10 marks.

18. Following are the particulars submitted by Mr. Antony Joseph for the year ending 31st March 2023. Compute his total income:

Income from house property:

Income from house A	120,000
Loss from house B (Both houses are let-out)	40,000

Income from business or profession:

Income from cloth business	60,000
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Income from hardware business	1,20,000
Loss from speculation business	20,000
Income from other source:	
Income from lottery	50,000
Loss from maintenance of race horses	14,000
Interest on securities	20,000
Gross salary	3,32,000

19. From the following particular submitted by Mr. Vineeth, compute his income from other sources for the previous year 2022-23.

i. Director fees from a company	10,000
ii. Interest on bank deposits (gross)	7,000
iii. Income from undisclosed sources	52,000
iv. Winnings from lotteries(Net) TDS 30%	70,000
v. Royalty on a book written by him	75,000
vi. Dividend on shares in foreign company	6,000
vii. Interest on loan given to a relative	7,000
viii. Interest on tax-free listed debentures of a company (TDS 10%)	20,000
ix. Interest on Post Office Savings Bank	5,500
x. Gift received from a close friend	51,000
xi. Interest received from a tax-free Govt. Securities	8000

a) He paid 250 for collection of dividend and 5,000 for typing the manuscript of book written by him.

b) Cost of purchase of lottery tickets ₹.500.

20. Dr. Jacob is a teacher. Following information relate for Assessment Year 2023-24.

i. Basic Salary @ ₹ 12,000 p.m.
ii. D. A. 45% of Salary.
iii. Examinership remuneration ₹ 3,000
iv. Royalty from books for schools (computed) ₹ 22,500
v. Gross interest on Govt. Securities ₹ 5,000.
vi. Interest on Tax-free Debentures (gross) ₹ 3,000. Debentures are issued by a public sector company and are notified.
vii. Dividend on shares of a Foreign Company ₹ 2,500.
viii. Income from house property ₹1,60,000 (computed)
ix. Contribution to Statutory P. F. ₹ 5,000.
x. Contribution to P.P.F. ₹ 12,000.

- xi. Premium paid by cheque on medical insurance policy on health of a dependent father ₹ 3,000.
 - xii. Donation to an approved charitable institution ₹ 10,000 by cheque
- Compute his total income.

21. The following particulars are in respect of Smt. Radhamony for the year ending 31-03-2022.

(a) Business income (cloth)	2,90,000
(b) Dividend (gross)	5,000
(c) Income from agricultural land	6,000
(d) Short-term capital gains	1,500
(e) Long-term capital gains	6,000
(f) Loss from house property	4,500
(g) Interest received on deposits	3,000
(h) Share of loss from firm	18,000
(i) Speculation loss	3,200
(j) Loss from small scale industry	14,000

Set-off various losses from income and compute GTI. Find out the amount which can be carried forward.

22. Explain various types of assessment?

(10 x 3 = 30)
