TDC (CBCS) Odd Semester Exam., 2022

COMMERCE

(Honours)

(3rd Semester)

Course No. : COMHCC–302T

(Income-tax Law and Practice)

Full Marks : 50
Pass Marks : 20

Time : 3 hours

The figures in the margin indicate full marks
for the questions

UNIT—I

1. Answer any *two* of the following questions :

2×2=4

(a) What is Assessment Year?

(b) Define the term 'Person'.

(c) What is total income?

(Turn Over)

2. Answer any *one* of the following questions :   6

   (a) Explain any six exempted incomes u/s 10.

   (b) How would you determine the residential status of an individual?

UNIT—II

3. Answer any *two* of the following questions :

                        2×2=4

   (a) What is meant by perquisites?

   (b) Write two differences between allowances and perquisites.

   (c) List out any four fully taxable allowances.

4. Answer any *one* of the following questions :   6

   (a) Mr. Raja joined a new job in April 2016. His particulars of salary for the previous year, 2021–22 are as follows :

	₹
Basic salary	40,000 p.m.
DA (50% enters)	20,000 p.m.
Other taxable allowances	12,000 p.m.

     Employer and employee both are required to contribute @ 12% of employee's salary towards employee's

pension scheme. Mr. Raja's other eligible savings like provident fund, LIC contribution, etc., are ₹ 96,000 p.a. During the year, Mr. Raja contributed an additional amount of ₹ 60,000 in NPS.

     Calculate Mr. Raja's income and deduction u/s 80C, 80CCD(1), 80CCD(1B) and 80CCD(2).

   (b) Discuss the tax treatment of interest on housing loan while calculating income under the head 'house property'.

UNIT—III

5. Answer any *two* of the following questions :

                        2×2=4

   (a) What is long-term capital gain?

   (b) Define business as per the provision of the Income-tax Act, 1961.

   (c) Explain Cost Inflation Index.

6. Answer any *one* of the following questions :   6

   (a) Mr. Puspa Raj sold a plot of land at Jaipur on 1-6-2021 [CII = 317] for ₹ 14,40,000. He paid ₹ 40,000 as selling expenses. The plot was received by him on the death of his father

on 15-3-2005 (CII = 113). His father had acquired it on 1-4-1990 for ₹ 1,00,000 and its FMV on 1-4-2001 was ₹ 3,10,000. On 1-10-2021, he invested ₹ 3,00,000 in bonds issued by Rural Electrification Corporation Limited notified u/s 54EC and ₹ 2,00,000 on 1-3-2022 in bonds of National Highway Authority of India.

Compute his taxable capital gain.

(b) Give a brief account of incomes which are included in 'income from other sources'.

UNIT—IV

7. Answer any *two* of the following questions :

$2 \times 2 = 4$

(a) What do you mean by set-off of losses?

(b) List out any four notified savings u/s 80C.

(c) When is rental income from land treated as agricultural income?

8. Answer any *one* of the following questions : 6

(a) Explain the special provisions relating to set-off and carry forward of losses.

(Continued)

(b) The following are particulars of the income of the JNU teacher during the year ending 31st March, 2022 :

(i) Salary ₹ 37,400 p.m. plus ₹ 9,000 p.m. as grade pay

(ii) Wardenship allowance—₹ 2,000 p.m.

(iii) 12% interest on government loan of ₹ 65,000

(iv) Income from house property (computed)—₹ 29,000

(v) He received ₹ 4,000 for writing articles in a Journal

(vi) He paid ₹ 3,000 (by cheque) to GIC under Mediclaim

(vii) Interest on postal savings bank deposit—₹ 7,000

(viii) During the year, he sold his plot and earned a long-term capital gain of ₹ 50,000

During the year, he paid ₹ 15,000 as life insurance premium on his own policies and spent ₹ 600 on books purchased for his own use.

Find out his total income, tax and exempted income. He does not want to opt for slab rates of tax given u/s 115 BAC.

(Turn Over)

UNIT—V

9. Answer any *two* of the following questions :

2×2=4

(a) Who is required to file return of income under the Income-tax Act?

(b) Who cannot file ITR-4?

(c) What is TDS?

10. Answer any *one* of the following questions : 6

(a) State the provisions of the law regarding deduction of tax at source in respect of income from dividend.

(b) Explain the procedure of filing e-returns.

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