



Sanjay Ghodawat University, Kolhapur

2018-19

Established as State Private University under Govt. of Maharashtra. Act No XL, 2017

Year and Program 2018-19

School of Commerce and

commerce

S.Y.B.COM

Management

Course Code CBC 204

Income Tax

Semester -

IV

Day and Date Thursday

End Semester Examination

Time: 3 hrs, Max Marks: 100

23rd May, 2019

2.30 to 5.30 pm

Instructions:

1) All Questions are compulsory.

		Marks	Level	COs
Q.1	State true or false (any five)			
a)	1. Income tax is a direct tax because it is paid directly to the government by the taxpayer. 2. Tax rates and allowable deductions and exemptions are fixed and do not change with new tax laws. 3. Assessee is always a person but a person may or may not be an assessee. 4. In some cases assessment year and previous year can be same financial year. 5. Depreciation is allowed only when it is claimed. 6. Deduction U/s 80CCD is Available only to individuals employed by Central Govt.	10	1	1,2,3
b)	Define the following Term in brief (any Five) 1) Capital gain. 2) Advance tax. 3) Assessment Year. 4) Surcharge. 5) Marginal Relief. 6) Rebate.	10	1	4,5,6
Q.2	Solve/answer the following			
a)	How to determine the residential status of an individual?	10	2	1
	OR			
a)	Discuss the provision of Sec 2(31) which define the term person?	10	2	1
b)	Mr. X owns a house at Delhi. During the previous year 2010-11, 3/4 th portion of the house is self-occupied for full year and 1/4 th portion is let out for residential purpose on a rent of ` 1,500 p.m. Municipal valuation of the house is ` 48,000 and fair rent ` 52,000. He incurs the following expenditure in respect of the house property during the year: Municipal taxes ` 6,000; Repairs ` 2,100; Fire Insurance Premium ` 3,700; Land Revenue ` 4,200; Ground Rent ` 300.	10	3	2

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A loan of ` 70,000 was taken on 1-4-2001 @ 15% p.a. for the construction of the house which was completed on 31-3-2004. Nothing has been repaid on loan account so far.

Compute Mr. X's income from house property for the assessment year 2011-12.

OR

- b) Mr. X Resident in Ajmer. Receives Rs. 1,92,000 as basic salary in 2015-16. Plus Rs.19,200 as DA. 7% Commission on sales made by him ie.(Rs. 86,000). And Rs. 24,000 pa as HRA. He however pays Rs.21,500 pa as house Rent. Determine amount of HRA Exempt from Tax. 10 2 2

Q.3 Solve/answer the following

- a) Mr. Y (age 50 years) has provided the following figures for the previous year 2010-11: 10 3 3

Net profit as per profit and loss account ` 4,50,000.

The following amounts have been debited to the profit and loss account while calculating net profit:

- Household expenses ` 7,000.
- Rent of own building ` 1,30,000 (half of the building is in personal use and half in business use).
- Municipal taxes of the building ` 4,000 paid on 1-05-2011.
- Expenditure on repairs of the building ` 5,000.
- Premium paid for insurance of the building ` 3,000.
- A car purchased for ` 3,00,000 on 1-01-2011 and was out to use the same day. The car was used for both personal as well as business purpose. He also debited ` 5,000 as petrol expenses.

Mr. Y has debited ` 30,000 as amount invested in PPF.

Compute his taxable income

OR

- a) What is the basis of Chargeability, under the head income from profits and gains of business and profession 10 2 3
- b) Mr. X sold his properties during the previous year 2010-11 as under: 10 3 4

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1) Household TV and refrigerator costing ₹ 96,000 purchased in 2004 sold in February 2011 for ₹ 1,00,000.

2) A car sold on 1-12-2010 for ₹ 1,80,000 which was purchased by him in January 2008 for ₹ 2,80,000 and its written down value on 1-4-2010 was ₹ 1,52,000. The car was being used for business purposes.

3) Agricultural land was sold for ₹ 9,50,000 on 1-2-2011 and its purchase price in 1982-83 was ₹ 1,00,000.

4) Gold ornaments acquired in July, 2007 for ₹ 2,00,000 were sold for ₹ 2,40,000 in June, 2010.

5) Let out residential house in Agra was inherited by him in 1965. Sale price on 30-11-2010: ₹ 14,00,000. Fair market value on 1-4-1981: ₹ 2,00,000. Cost of improvement made during 1989-90: ₹ 40,000. Expenses on transfer: ₹ 60,000.

Compute capital gain income for the assessment year 2011-12.

[CII are 1981-82: 100, 1982-83: 109, 1989-90: 172, 2003-04: 463 and 2010-11: 711]

OR

- b) Mr. X purchased a house property for Rs.26,000, on May 10, 1962. He gets the first floor of the house constructed in 1967-68 by spending Rs.40,000. He dies on Sept 12, 1978. The property is transferred to Mrs. X by his will. Mrs. X spends Rs.30,000 and Rs.26,700. During 1979-80 and 1985-86 respectively for renewals of the property. Mrs. X sells the House property for Rs. 21,50,000 on 15 March, 2016 (Brokerage paid by Mrs. X ₹ 11,500.) the fair market value of the house on 1 April 1981 is Rs.1,60,000.

Q.4 Solve/answer any Two

- | | | | |
|---|----|---|---|
| a) Explain the difference between Deductions and Exemptions | 10 | 2 | 5 |
| b) Provisions of Deductions in respect of savings section 80C | 10 | 2 | 5 |
| c) Illustrate framework of set-off and carry forward of losses? | 10 | 3 | 5 |

Q.5 Solve/answer any Two

- | | | | |
|--|----|---|---|
| a) What are the incomes generally taxable under the head from other sources? | 10 | 2 | 6 |
| b) Mr. Shriram is a Senior Citizen gives you the following income particulars. | 10 | 4 | 6 |

Compute his Total Income for the A.Y. 2017-18.

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1. Pension from Government Rs. 3,30,000
2. Long term capital Gain Rs 50,000
3. Short term capital Gain Rs 30,000
4. Interest on fixed deposit Rs 10,000
5. Winning from Lottery Rs 1,00,000
6. Deposited in NSC. VIII issue Rs 15,000.
Pension scheme u/s 80CCC Rs 30,000.

- c) Write Note on Income Tax Return Filing with different forms 10 3 6
of filling the IT Return.

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