



UG B.B.A. V Semester Degree Examination, April/May - 2024

MANAGEMENT

DSC-14 : Income Tax - I

(NEP)

Time : 2 Hours

Maximum Marks : 60

Note : Answer *all* Sections.

SECTION - A

1. Answer the following sub-questions, each sub-question carries **one** mark. **10x1=10**
- (a) What is the meaning of Tax ?
 - (b) Write any two incomes which are fully exempted from tax.
 - (c) What is Assessment year ?
 - (d) Who is a resident - ordinarily resident ?
 - (e) Mention the deductions u/s 16.
 - (f) Who is not liable to pay advance Tax ?
 - (g) Write any two items which are 100% allowed as deduction u/s 80 G.
 - (h) What is the meaning of Agriculture Income ?
 - (i) Write the full form of the below item :
 - (1) TDS
 - (2) MAT
 - (j) Write the deductions available under section 24 under the head Income from House property.



SECTION - B

Answer **any four** of the following questions, each question carries **five** marks.

4x5=20

2. Write list of Non-Agricultural Income.
3. Mrs. Bhoomika resides in Kolkata, during the previous year 2022-23. From the following information calculate the taxable HRA u/s 10(13A)
[Ignore alternative tax regime under Section 115 BAC]
→ Basic salary 12000 PA
→ Dearness Allowance 20% of Basic salary (Enters into retirement benefit)
→ Commission of ₹ 15000 (calculated at 2% on turnover achieved by her)
→ HRA received by her is ₹ 11800 P.A
→ Rent paid is ₹ 14800 PA
4. Mr. Harry gives the details of his house property for the Assessment year 2023-24.
Municipal value ₹ 100000
Fair Rental value ₹ 102000
Standard Rent ₹ 75000
Actual Rent ₹ 6000 pm
One month rent was unrealised and the house was vacant for 3 months. Compute the gross annual value.
5. Mr. Das has estimated the following income for the Financial year 2022-23 :
(a) Taxable income from House property ₹ 75000
(b) Taxable income from Business ₹ 707500
(c) Dividend from Reliance Ltd. ₹ 10000
Determine the instalments of Advance Tax payable during the previous year 2022-23.
6. From the following information provided by Mr. Srinath, calculate the amount of allowable deduction u/s 80C for the A.Y 2023-24 (Ignore Alternative Tax Regime Under Section 115 BAC)
(a) Life insurance premium on his own life ₹ 2700
(b) Life insurance premium of the life of his wife ₹ 8000
(c) Life insurance premium on the life of his married daughter ₹ 4000
(d) Life insurance premium on the life of his sister ₹ 10000
(e) Repayment of loan taken from LIC for purchase of commercial house property ₹ 30000
(f) Contribution towards unrecognized provident fund (URPF) ₹ 30000
(g) Tuition fee of daughter ₹ 22000
(h) ₹ 8000 in Sukanya Samridhi scheme in the name of his minor daughter.
7. Write the basic and additional conditions for determining the residential status of an individual.



SECTION - C

Answer **any three** of the following questions, each question carries **ten** marks.

3x10=30

8. From the following particulars of Mr. Thushar compute his gross total Income. For the Assessment year 2023-24 If he is :

- (a) Resident - Ordinarily resident
- (b) Not - ordinarily Resident
- (c) Non - Resident
- (i) Income from Business in Hubli ₹ 100000
- (ii) Profit from business in UK controlled from India ₹ 60000
- (iii) Income from house property in Japan not received in India ₹ 50000
- (iv) Income from business in India but received in Pakistan ₹ 30000
- (v) Salary received in India for services rendered in USA ₹ 70000
- (vi) Interest on deposit with State Bank of India in Bangalore ₹ 20000
- (vii) Profit from business in Singapore controlled from India (1/3rd profit received in India) ₹ 30000
- (viii) Past untaxed foreign income brought into India ₹ 8000
- (ix) Dividend received from domestic Company ₹ 5000
- (x) Interest on Post Office Saving Bank Ac ₹ 1000
- (xi) Agricultural Income earned in Nepal ₹ 25000
- (xii) Commission received in India for the services given in Nepal ₹ 10000

9. Miss Radha who is an Officer in XYZ Ltd. gives you the following particulars :

- (a) Basic Salary ₹ 16000 pm
- (b) Dearness Allowance ₹ 1000 pm [50% Enters into retirement Benefit]
- (c) HRA ₹ 5000 pm [Rent paid ₹ 7000 at Bangalore]
- (d) Conveyance allowance ₹ 800 pm (₹ 600 p.m used for official purpose)
- (e) City compensatory Allowance ₹ 150 pm
- (f) Motor car Exceeding 1600 CC with driver provided used partly for official and partly personal
- (g) Payment of her LIC premium ₹ 8000 by the Company
- (h) Children Education allowance of ₹ 200 p.m each for her 3 children
- (i) Services of sweeper (Salary ₹ 200 p.m) out of which ₹ 50 pm each recovered from Miss Radha.
- (j) She contributes 14% of her salary to RPF and the company makes a matching contribution to RPF, interest credited to RPF is ₹ 6875 at 12.5% PA on 2-6-2022.

Compute her income from salary for AY 2023-24 (Ignore Alternative Tax Regime u/s 115 BAC)



10. From the following particulars of house properties of Viswanath, compute his income from House Property for the AY - 2023-24 under Alternative Tax Regime Section 115 BAC.

Particulars	House-I	House-II	House-III	House-IV
Municipal value	8000	9000	20000	24000
Annual Rent	-	-	32000	30000
Local Taxes paid	1600	1800	4000	4800
Repair charges	1000	-	3000	-
Insurance premium	50	150	200	500
Interest on loan for Construction	1180	-	1800	4200
Unrealised Rent	-	-	3000	-
Vacancy period	-	-	3 months	-

The House-I and House-II are self-occupied. The House-III is let out for residence and House-IV is let out for business. In case of House-IV the tenant paid the local taxes. House-I occupied for his residence and House-II is occupied by his parents.

11. From the following details of income compute TDS amount for each transactions.
- Winning from lottery ₹ 80000
 - Lumpsum payment to a contractor X Ltd. ₹ 40000
 - Dividend from a company other than listed company ₹ 50000
 - Interest on securities ₹ 15000
 - Commission earned by an insurance agent ₹ 40000
 - Sale of Building ₹ 4900000
 - Withdraw from National Savings Scheme ₹ 5000
 - Rent paid on Building ₹ 68000 per month
 - LIC Amount paid to the policy holder by company on maturity ₹ 200000
 - Withdraw of Premature Employee Providend Fund ₹ 53000

12. Explain the Canons of Taxation according to Adam Smith.

