

TB206255W

Reg. No :

Name :

B. Com. DEGREE (C.B.C.S.) EXAMINATION, MARCH 2023
(2020 Admission Regular, 2019, 2018 Admissions Supplementary)
SEMESTER VI - OPTIONAL CORE (COMMERCE)
(For (B. Com (Finance & Taxation)
CO6B24AB18 - INCOME TAX II

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer any Ten questions. Each question carries 2 marks

(10x2=20)

1. Explain indexed cost of acquisition.
2. Discuss CII.
3. List any 4 items which are not included in Capital Asset category.
4. Explain grossing up of income.
5. Explain deemed dividend.
6. List any 4 items from general income category u/s (56(1)).
7. Explain 'unexplained money'.
8. Explain 'unexplained investment'.
9. Explain agricultural income.
10. Explain Total Income.
11. Discuss the role of CBDT.
12. Identify the authorised signatories while filing the return.

Part B

II. Answer any Six questions. Each question carries 5 marks

(6x5=30)

13. Explain enhanced compensation.
14. One building (which was purchased in 2012) of X Ltd. An industrial undertaking is compulsorily acquired by the Government of Uttar Pradesh. Its WDV on 1-04-2021 was Rs.3,50,000/-. The UP Government paid Rs.6,00,000 on 25th May 2021 as compensation. The company purchased another building for the industrial undertaking for Rs.2,00,000 on 20th April 2022. Determine the amount exempt under section 54D and taxable capital gain for current AY.
15. Describe the tax treatment of amount received as gift.
16. The following incomes were received by Mr. A during the financial year:
 - He was a director in a company from which he received Rs.13,000 as Director's fees.
 - Interest received on deposits with a Co-operative Bank - Rs.2,000
 - Dividend received from a foreign company- Rs.6,000
 - Received winnings from Lottery - Rs.28,000
 - Income from agriculture in England- Rs.78,000
 - Honorarium for delivering lectures in a registered society - Rs.1,200.

Compute his **income from other sources** for this AY.

17. Explain carry forward of losses and its provisions.

18. Calculate the **amount of deduction u/s 80G**:

- Gross Total Income - Rs.3,00,000
- Deduction u/s 80C to 80U (except u/s 80G) -- Rs.50,000
- Donations by cheques:
 - P.M. National Relief Fund -- Rs.35,000
 - Allahabad University- National Eminence -- Rs.15,000
 - Technology Development and Application Fund -- Rs.10,000
 - P.M. Drought Relief Fund -- Rs.20,000
 - Charitable Society -- Rs.10,000
 - Family Planning -- Rs.15,000
 - Sports Association -- Rs.20,000

19. Compute the **tax liability** of Ms. Anika, a school teacher for this assessment year from the following details:

- Income from salary - Rs.3,20,000
- Income from house property - Rs.2,00,000
- Income from other sources - Rs.36,000
- Short term capital gain - Rs.1,50,000

All the above incomes are after computation .

20. From the following particulars calculate **tax liability** for this assessment year:

- Gross salary - Rs.3,60,000
- Interest earned on NSC - Rs.6,000
- Bank interest - Rs.50,000
- Expense on rehabilitation of handicapped son- Rs.26,000
- Contribution to RPF - Rs.12,000
- Life insurance premium paid - Rs.3,000

21. Describe the powers of CBDT.

Part C

III. Answer any Two questions. Each question carries 15 marks

(2x15=30)

22. From the following information Compute **Capital gain** for the year 2021-22 in respect of Mr. Anil

- Date of purchase - 2 Dec.2001
- Cost of acquisition - Rs.5,00,000
- Cost of additional construction in 1999 - Rs.50,000
- Fair market value on 1.4.2001 - Rs.25,00,000
- Cost of additional construction in 2014-15 - Rs.15,00,000
- Sold the property in January 2020 for Rs.95,00,000
- Selling expenses - Rs.50,000
- Cost Inflation index 2001-02 is 100, 2014-15 is 240, 2021-22 is 317

23. The following information relate to the income of Mr. Nikhil during this Financial Year:

1. Agricultural income from Nicobar Islands - Rs.50,000
2. Amount received from sub -letting half of his rented residential house - Rs.10,000
3. Dividend from an Indian Company engaged in agricultural activities - Rs.11,40,000

4. Dividend from an Indian Company engaged in non agricultural activities - Rs.60,000
5. Dividend from a foreign Company - Rs.2,00,000
6. Income from Consultancy services - Rs.1,00,000
7. Income from a stone quarry in Maharashtra - Rs.1,50,000(expenses in connection with stone extraction Rs.1,10,000)
8. Agricultural income from USA. - Rs.1,00,000

Compute **taxable income** under the head 'Income from other sources' for the year ended 31st March 2020.

24. From the following information, compute the **Total Income** for the previous year :

1. Income from salary (computed) - Rs.2,00,000
2. Income from house property I - Rs.70,000
3. Loss from house property II - Rs.90,000
4. Short term capital loss- Rs.25,000
5. Short term capital gain - Rs.5,000
6. Long term capital loss - Rs.60,000
7. Income from speculative business- Rs.20,000
8. Loss from speculative business- Rs.30,000
9. Income from card games - Rs.2,00,000

25. Calculate the **income tax payable** by the following persons for this assessment year :

1. Total income of Mr. Arun Kumar - Rs. 6,85,000
2. Total income of Mr. Ajay Ghosh - Rs.11,75,000

Assume that the total income of Arun Kumar includes Long Term Capital Gain of Rs.75,000 and Ajay Ghosh includes Long Term Capital Gain of Rs. 2,00,000