

E 3705



Reg. No.....

Name.....

B.Com. DEGREE (C.B.C.S.S.) EXAMINATION, NOVEMBER 2022

Fourth Semester

INCOME TAX ASSESSMENT AND PROCEDURE

(For U.G.C. Sponsored B.Com. (OM and S.P.))

[2013—2016 Admissions]

Time : Three Hours

Maximum Marks : 80

Part A

*Answer **all** questions.*

Each question carries 1 mark.

1. What do you mean by clubbing of income ?
2. What is advance payment of tax ?
3. What is deemed income ?
4. Write any *two* donations for which 50 % deductions are allowed.
5. Define Long-Term Capital Assets.
6. How will the fair market value be determined ?
7. What are the less tax securities ?
8. What is meant by Benami transactions ?
9. What is AOP ?
10. State the amount of deduction u/s 80 DD.

(10 × 1 = 10)

Part B

*Answer any **eight** questions.*

Each question carries 2 marks.

11. What do you mean by aggregation of Income ?
12. Explain the order of set off.

Turn over





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13. Who can claim deduction u/s 80 D and how much ?
14. What do you mean by normal disability u/s 80 U ?
15. What is tax clearance certificate ?
16. Explain Section 46 of Income Tax Act.
17. Explain relief of tax.
18. What is AMT ?
19. Who is a Tax Recovery Officer ?
20. Write a short note on e-filing.
21. What is meant by Re-assessment?
22. What is revised return ?

(8 × 2 = 16)

Part C

*Answer any six questions.
Each question carries 4 marks.*

23. What are the income tax provisions regarding set off of the LTCLs ?
24. What do you understand by collection of taxes ? Briefly describe the provisions of Section 206 C.
25. Write a short note on : (a) Belated return of income ; and (b) Defective return of income.
26. Briefly explain the modes of recovery of arrears of tax.
27. How does the claim for refund arise ?
28. Mr. Suresh has the following income for the Previous year 31st March 2020 :

	Rs.
Business profit	... 32,500
STCG	... 2,12,000
LTCG	... 23,000
Winning from Delhi Lottery	... 1,00,000

Compute total income of Mr. Suresh.





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29. Agricultural land situated in Agra purchased in 2005-06 for Rs. 1,13,000 sold for Rs. 8,00,000 on 1-5-2019. The assessee Purchased another piece of agricultural land on 1-8-2019 for Rs. 3,70,000. Find out the capital gain chargeable to tax for the A.Y. 2020-21. The cost inflation index in 2005-06 was 113 and in 2019-20 it was 289.
30. From the following information compute the gross total income of Mr. W for the A.Y 2020-21.
- Share of profit from A.O.P (taxed at normal rate) Rs. 20,000 Loss from personal business Rs. 15,000 Income from house property(computed).Rs. 5,000 and interest on securities Rs. 4,000.
31. (a) Income under the head 'salaries' of Mr. Anoop is Rs. 7,65,000.
- (b) He deposited Rs. 90,000 in PPF., Rs. 20,000 in RPF and paid tuition fee of his son Rs. 18,000.
- (c) He deposited Rs. 25,000 in pension fund of LIC of India.
- (d) He paid interest Rs. 15,000 on loan taken from SBI for his higher education. Compute his total income for the A.Y 2020-21.

(6 × 4 = 24)

Part D

Answer any two questions.

Each question carries 15 marks.

32. Explain the income tax provisions regarding carry-forward and set off of losses.
33. Describe the organization of the Income Tax Department.
34. Miss. Kirapa purchased one residential flat in 2006-07 at the cost of Rs. 1,22,000. She sold the same during the F.Y. 2019-20 for Rs. 8,00,000. She did not own any other house. Out of the sale proceeds she bought another house for Rs. 2,88,000 and invested Rs. 2,00,000 in bonds issued by NHAI within six months from the date of sale of house u/s 54EC. Compute capital gains. Cost of inflation index for 2006-07 is 122 and 2019-20 is 289.





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35. Mercury Manufacturing Co. (P) Ltd., carrying on business in manufacture machinery spares have submitted the following particulars regarding its income for the A.Y. 2020-21. Compute its total income.

	Rs.
(a) Income from house property (Net) ...	20,000
(b) Income from machinery manufacturing business ...	3,00,000
(c) Capital gains (Long-term) on sale of land ...	<u>1,05,000</u>
	4,25,000
<i>Less</i> : (a) Donation/s 80 G by cheque ...	1,06,000
(b) Business loss brought forward ...	<u>5,24,000</u>
Returned income loss (-) ...	2,05,000

(2 × 15 = 30)

