

**E 6266**



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Reg. No.....

Name.....

**B.B.A./B.B.M. DEGREE (C.B.C.S.S.) EXAMINATION, SEPTEMBER 2024**

**Sixth Semester**

Choice Based Core Course—INCOME TAX - THEORY, LAW AND PRACTICES

(Common for B.B.A. and B.B.M.)

[Prior to 2013 Admissions]

Time : Three Hours

Maximum Weight : 25

**Section A (Objective Type Questions)**

*Answer all questions*

*A bunch of four questions carries a weight of 1.*

- I. 1 Interest on securities earned by an assessee during the year are chargeable under the head :
- (a) Income from Capital Gain.
  - (b) Income from other Sources.
  - (c) Income from Business.
  - (d) Income from profession.
- 2 Indexation is not allowed on :
- (a) Bond.
  - (b) Share.
  - (c) Debenture.
  - (d) All of the above.
- 3 A Standard deduction of \_\_\_\_\_ can be claimed from the annual value of the property.
- (a) 20 %.
  - (b) 30 %.
  - (c) 35 %.
  - (d) 50 %.
- 4 Securities issued by Central Government or state government known as :
- (a) Commercial Securities.
  - (b) Government Securities.
  - (c) Interest on Securities.
  - (d) None of these.

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II. 5 The following is a exempt income :

- (a) Travel concession to employee. (b) Encashment of leave salary whilst is service.  
(c) Perquisites in India. (d) None of the above.

6 Income received in India in previous year is taxable in hand of :

- (a) Resident. (b) Non-Resident.  
(c) Non-ordinary Resident. (d) All above.

7 Employee Contribution to a RPF over \_\_\_\_\_ of the salary of the assessee.

- (a) 10 %. (b) 20 %.  
(c) 12 %. (d) 15 %.

8 Commuted pension received shall be fully exempy in case of :

- (a) Government employee.  
(b) Government employee or an employee of local authority.  
(c) Government employee or an employee of local authority or an employee of statutory corporation.  
(d) None of these.

III. 9 Family pension received by the widow of a deceased employee is :

- (a) Exempted.  
(b) Taxable as Salary.  
(c) Taxed as Income from Other Source.  
(d) Tax as capital Gains.

10 Cash gifts received from non relatives are exempted upto :

- (a) Rs. 25,000. (b) Rs. 50,000.  
(c) Rs. 1,00,000. (d) Rs. 2,00,000.

11 Education cess is liveable @ :

- (a) 2 %. (b) 5 %.  
(c) 3 %. (d) 1 %.





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12 An assessee is equal to the total tax liability divided by total income :

- (a) Maximum Marginal Rate.
- (b) Surcharge.
- (c) Average Rate of Tax.
- (d) None of these.

IV. 13 A company formed and registered under companies act :

- (a) 1946. (b) 1958.
- (c) 1956. (d) 1947.

14 The first Income Tax Act was passed in :

- (a) 1911. (b) 1922.
- (c) 1912. (d) 1925.

15 Compensation received on voluntary retirement is exempt under section 10(10C) to the maximum extent of :

- (a) Rs. 2,40,000. (b) Rs. 3,50,000.
- (c) Rs. 5,00,000. (d) Rs. 10,00,000.

16 Interest credited to RPF shall be :

- (a) Fully Exempt. (b) Fully Taxable
- (c) Exempted upto 9.5 %. (d) Exempted upto 12 %.

(4 × 1 = 4)

**Section B (Short Answer Questions)**

*Answer any five questions.*

*Each question carries 1 weight.*

17 What do you mean by Perquisites ?

18 What is Dividend Income ?

19 What do you mean by "Clubbing of Income" ?

20 Who is an assessee in Default ?

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- 21 Write short note on Short term Capital Asset.
- 22 What do you mean by Fair Rent ?
- 23 What is income deemed to be received ?
- 24 Which are the incomes from house property.

(5 × 1 = 5)

**Section C (Short Essays/Problems)**

*Answer any **four** questions.  
Each question carries 2 weight.*

- 25 Explain the tax implication of dividends.
- 26 State the provisions regarding set of capital losses.
- 27 Discuss the Residential Status of a company.
- 28 What is Aggregation of Income ?
- 29 How will you compute the annual value of Let out property ?
- 30 Mr Daniel resigned from his employment.

(4 × 2 = 8)

**Section D (Essay Questions)**

*Answer any **two** questions.  
Each question carries 4 weight.*

- 31 What do you mean by Residential Status ? Discuss the residential status of an Individual and HUF.
- 32 Briefly explain the general rules relating to ascertainment of Income from Business.
- 33 Explain the exemptions available U/S 54 from Capital Gains.

(2 × 4 = 8)

