

**2022/TDC/ODD/SEM/
COMHCC-302T/341**

TDC (CBCS) Odd Semester Exam., 2022

COMMERCE

(Honours)

(3rd Semester)

Course No. : COMHCC-302T

(Income-tax Law and Practice)

Full Marks : 50

Pass Marks : 20

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

UNIT—I

1. Answer any two of the following questions :

2×2=4

(a) What is Assessment Year?

(b) Define the term 'Person'.

(c) What is total income?

(2)

2. Answer any *one* of the following questions : 6

- (a) Explain any six exempted incomes u/s 10.
- (b) How would you determine the residential status of an individual?

UNIT—II

3. Answer any *two* of the following questions :

2×2=4

- (a) What is meant by perquisites?
- (b) Write two differences between allowances and perquisites.
- (c) List out any four fully taxable allowances.

4. Answer any *one* of the following questions : 6

- (a) Mr. Raja joined a new job in April 2016. His particulars of salary for the previous year, 2021-22 are as follows :

	₹
Basic salary	40,000 p.m.
DA (50% enters)	20,000 p.m.
Other taxable allowances	12,000 p.m.

Employer and employee both are required to contribute @ 12% of employee's salary towards employee's

(3)

pension scheme. Mr. Raja's other eligible savings like provident fund, LIC contribution, etc., are ₹ 96,000 p.a. During the year, Mr. Raja contributed an additional amount of ₹ 60,000 in NPS.

Calculate Mr. Raja's income and deduction u/s 80C, 80CCD(1), 80CCD(1B) and 80CCD(2).

- (b) Discuss the tax treatment of interest on housing loan while calculating income under the head 'house property'.

UNIT—III

5. Answer any *two* of the following questions :

2×2=4

- (a) What is long-term capital gain?
- (b) Define business as per the provision of the Income-tax Act, 1961.
- (c) Explain Cost Inflation Index.

6. Answer any *one* of the following questions : 6

- (a) Mr. Puspa Raj sold a plot of land at Jaipur on 1-6-2021 [CII = 317] for ₹ 14,40,000. He paid ₹ 40,000 as selling expenses. The plot was received by him on the death of his father

(4)

on 15-3-2005 (CII = 113). His father had acquired it on 1-4-1990 for ₹ 1,00,000 and its FMV on 1-4-2001 was ₹ 3,10,000. On 1-10-2021, he invested ₹ 3,00,000 in bonds issued by Rural Electrification Corporation Limited notified u/s 54EC and ₹ 2,00,000 on 1-3-2022 in bonds of National Highway Authority of India.

Compute his taxable capital gain.

- (b) Give a brief account of incomes which are included in 'income from other sources'.

UNIT—IV

7. Answer any *two* of the following questions :

2×2=4

- (a) What do you mean by set-off of losses?
 (b) List out any four notified savings u/s 80C.
 (c) When is rental income from land treated as agricultural income?

8. Answer any *one* of the following questions : 6

- (a) Explain the special provisions relating to set-off and carry forward of losses.

(5)

- (b) The following are particulars of the income of the JNU teacher during the year ending 31st March, 2022 :

- (i) Salary ₹ 37,400 p.m. plus ₹ 9,000 p.m. as grade pay
 (ii) Wardenship allowance—₹ 2,000 p.m.
 (iii) 12% interest on government loan of ₹ 65,000
 (iv) Income from house property (computed)—₹ 29,000
 (v) He received ₹ 4,000 for writing articles in a Journal
 (vi) He paid ₹ 3,000 (by cheque) to GIC under Medclaim
 (vii) Interest on postal savings bank deposit—₹ 7,000
 (viii) During the year, he sold his plot and earned a long-term capital gain of ₹ 50,000

During the year, he paid ₹ 15,000 as life insurance premium on his own policies and spent ₹ 600 on books purchased for his own use.

Find out his total income, tax and exempted income. He does not want to opt for slab rates of tax given u/s 115 BAC.

(6)

UNIT—V

9. Answer any *two* of the following questions :

2×2=4

- (a) Who is required to file return of income under the Income-tax Act?
- (b) Who cannot file ITR-4?
- (c) What is TDS?

10. Answer any *one* of the following questions : 6

- (a) State the provisions of the law regarding deduction of tax at source in respect of income from dividend.
- (b) Explain the procedure of filing e>Returns.

★ ★ ★