23BCG302

UG PROGRAM (4 YEARS HONOURS) WITH SINGLE MAJOR

AT THE END OF THIRD SEMESTER

B.COM GENERAL-INCOME TAX (B.COM HONOURS-MAJOR)

(w.e.f. Admitted Batch 2023-24)

Time: 3Hours Maximum: 70 marks

SECTION-A

Answer any FIVE questions. 5x4=20M

1. What are the objectives of Taxation?
2. Explain the following.

   a) Customs duty b) Terminal tax
3. Define Allowance.
4. What are the Profits in lieu of salary?
5. Write about Composite rent
6. What is meant by depreciation?
7. Define Capital assets.
8. Section 80DD

SECTION-B

Answer All questions. 5x10=50M

9. a) Write about the principles and types of taxation.

   (Or)

   b) Difference between Direct tax and Indirect tax.
10. a) What are the items included in salary and also explain the deductions against salary?

    (Or)

    b) Mr. Krishna an employee of a company submits the following information.

    a) Basic salary: Upto 31.8.2022 - 20,000 p.m from 1.9.2022-25,000 p.m

    b) Transport allowance - 2,000 p.m.

    c) Contribution to RPF - 15% of basic salary.

    d) Children education allowance - 500 p.m. for 2 children.

    e) City compensatory allowance - 300 p.m

    f) Hostel expenses allowance - 380p.m. for 2 children.

    g) Tiffin allowance (actual) - 5,000 p.a.

    h) Professional tax paid - 2,500

    Compute the taxable salary for the assessment year 2023-24
11. a) Explain the provision U/S 28 and incomes are changeable to tax under the head of profit and gain of business or profession.

    (Or)

    b) Mr. Roy, who has income only from house property, submits the following information about his house property income

    a) Rental income of the year (after deducting following items) Rs. 1,00,000

b) Depreciation Rs.24,500
c) Lift maintenance charges Rs. 7,500
d) Municipal Taxes (10% of MRV of Rs. 1,50,000) Rs. 15,000
e) Vacancy Rs. 10,000
f) Repairs Rs.18,000
g) Pay of chowkidar Rs.1,000
h)Bank commission Rs.500
i)Legal expenses on recovery rent Rs.8,000
j) Salary of gardener Rs. 1,200
Compute Mr. Roy's income from house property for the Assessmeat Year

12. a) Write about the long term capital gain. How it is calculated.

**(Or)**

b) Dr. Ahmed (resident), a lecturer in a college furnished the following particulars on the basis of which compute his taxable income from other sources for the Assessment Year

a) Examinership remuneration from the university Rs.8,000.
b) Royalty from books and articles Rs.20,000
c) Winning from card games in a club Rs.9,000.
d) Winning from Karnataka State lotteries Rs.50,000 (Gross).
e) Expenditure on purchase of lottery tickets Rs.6,000.
f) Interest on 8 ½% relief bonds Rs.8,500.
g) Cash gift from the cousin of his father Rs.30,000
h) Cash gift from the elder brother of his grandfather Rs.30,000

13. a) Explain about Deductions U/S 80C

**(Or)**

b) The following incomes and Loss of Sri Mukand was extracted from his records. You are required to calculate taxable income for the assessment year.

a) Income from House property Rs.2,00,000
b) Long term capital gains Rs.5,00,000
c) Short term capital gains Rs.50,000
d) Profits from speculative business Rs.1,00,000
e) Income from other sources Rs.1,04,000
f) Profits from business Rs.1,60,000
g) The following are brought forward losses and expenses
h) Loss from House property Rs.60,000
i) Loss from speculative business Rs.1,28,000