

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)
Chromepet, Chennai - 600 044.

B.Com. CS - END SEMESTER EXAMINATIONS - APRIL 2025

SEMESTER - V

21UBCCT5015 - Income Tax Law and Practice-I

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions (6 × 5 = 30 Marks)

1. Mr. David Paul, a foreign national came to India for the first time on 31.03.19. During the period between the financial years of 2019-20 and 2023-24 he was in India as noted below:

2019-20 - 160 days

2020-21 - 15 days

2021-22 - 90 days

2022-23 - 250 days

2023-24 - 70 days

Determine his residential status for the P.Y 2023-24.

2. From the following particulars, calculate the Gross Annual Value.

Particulars	House - I	House - II
MRV	45,000	3,00,000
FRV	65,000	4,00,000
SRV	60,000	3,90,000
ARV	72,000	3,60,000

3. From the following P&L account of Mr. Aranganathan, compute his taxable income from business for the P.Y 2023-24.

Particulars	Amount	Particulars	Amount
To Salary to staff	48,000	By Gross Profit	75,000
To Donation	6,000	By Income from HP	15,000
To Electricity	5,000	By Dividend from investment	5,000
To Provision for bad debt	3,000		
To Net Profit	33,000		
	95,000		95,000

4. Analyse the merits of E-Filing.

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5. Mr.Samy, manager of a firm, has furnished the following particulars. Compute his gross salary.

Particulars	Amount
Basic pay	9,000 p.m.
D.A (enter into service benefits)	4,000 p.m.
Commission (3% on turnover)	25,000 p.a.

He contributes 15% of his salary towards RPF. His employer also contributes an equal amount. The interest on RPF is credited at the rate of 14% amounted to ₹5,600.

6. From the following particulars, compute the GAV.

Particulars	Amount
Municipal value	36,000
Fair rental value	33,000
Standard rent	30,000
Annual rental value	42,000
Loss due to vacancy	2 months

7. From the following Receipts and payment account of Dr. Sundar, Compute his professional income for the P.Y 2023-24.

Receipts	Amount	Payments	Amount
To Balance b/d	1,50,000	By Establishment expenses	30,000
To Consultation fees	24,00,000	By Rent of clinic	1,20,000
To Visiting fees	3,60,000	By Staff salary	4,80,000
To Sale of medicine	11,40,000	By Electricity	60,000
To Gift from patients	50,000	By Investment in Residential property	32,90,000
To Gift from relatives	60,000	By Books	10,000
To Dividend on shares	5,000	By Balance C/d	1,75,000
	41,65,000		41,65,000

8. Discuss any 5 powers of CBDT.

Section C

Answer any **THREE** questions (3 × 10 = 30 Marks)

9. Following are the incomes of Arulanandam for the previous year 2023-24.

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Particulars	Amount
i Profit from the business in Chennai	20,000
ii Income accrued in India but received in Singapore	4,000
iii Profit from business in USA but received in India	5,000
iv Income from house property in Trichy received in Kolkatta	4,000
v Profit from business abroad, controlled from India	15,000
vi Income from house property in Srilanka and deposited there	2,000
vii Past untaxed income brought into India	12,000

Compute the total income of Arulanadam for the A.Y 2024-25 if he is a) Resident
b) Not Ordinarily Resident and c) Non-Resident.

10. Mr.Saravanan, an employee of Madurai [population 15 lakhs] based company provided the following particulars of his salary income. Compute his taxable salary for the P.Y 2023-24.

Basic salary	12,000 p.m.
Profit bonus	12,000
Commission on turnover achieved by Mr. Saravanan	42,000
Entertainment allowance	2,000 p.m.
Club facility	6,000
Transport allowance	1,800
Free use of car of more than 1600 cc. capacity for both personal and official purposes, expenses met by employer.	-
Rent free house provided by employer. Lease rent paid by employer	6,000 p.m.
Free education facility for three children of the employee: (Bills issued in the name of employer)	25,000
Gas, water and electricity bills issued in the name of employee but paid by employer	16,800

11. Ms.Lakshmi owns a big house. 50% of the floor area is let out for residential purposes on a monthly rent of ₹20,000,25% of the floor area is used by the owner for the purpose of her profession, which remaining 25% of the floor area is utilized for the purpose of her residence. Other particulars for the house are as follows:

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i Municipal valuation	5,00,000
ii. Standard rent	9,00,000
iii. Municipal taxes	50,000
iv. Repairs	40,000
v. Interest on capital borrowed for repairs (Loan taken before 1999)	2,40,000
vi. Ground rent	5,000
vii. Fire insurance premium	12,000

Compute the taxable income from house property of Ms.Lakshmi for the P.Y 2023-24.

12. The following is the income and expenditure account of Mr. Sadagopan, a lawyer for the year ending on 31.03.2024. You are required to compute his income from profession.

Expenditure	Amount	Income	Amount
To Salaries	24,000	By Legal fees	1,14,000
To Rent	6,000	By Present from clients	20,000
To Law books purchase	5,000	By Special commission fees	6,000
To Telephone expenses	8,000	By House rent	15,000
To Charity	10,000	By Interest on bank deposit	5,000
To Loss on shares sold	5,000		
To Motor car expense	3,000		
To Office expense	8,000		
To Electricity charges	4,000		
To Gift to daughter	7,000		
To Surplus	80,000		
	1,60,000		1,60,000

Additional Information:

- i. One-third of car expenses is for personal use.
1. One-fourth of telephone expenses is for personal use.
- iii. Half of rent and electricity charges are for his residence.

13. Evaluate the various Types of assessment.
