

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 - NOVEMBER 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 ( $6 \times 5 = 30$  Marks)

1. Which of the following incomes are taxable when the residential status of Mr.X is?
  - a) Resident; b)Not Ordinarily Resident; c)Non-Resident.
    - i) Income accrued in Canada but received in India Rs.2,000
    - ii) Rs.5,000 were earned in Africa and received there but brought to India.
    - iii) Rs.5,000 earned in India but received in Canada
    - iv) Rs.10,000 earned and received in Srilanka from a business controlled from India.
    - v) House Property income (computed) from Srilanka Rs.2,000.
    - vi) Rs.4,000 was past untaxed foreign income which was brought to India during the Previous Year.
    - vii) Profit earned from a business in Kanpur Rs.10,000
2. From the following information you are to find out the gross annual value of a let out property.  
Municipal rental value: Rs.96,000, Fair rental value: Rs.1,16,000, Annual rent: Rs.1,18,000, Standard rent: Rs.1,15,000 and Loss due to vacancy: Rs.8,000.
3. Mr. Vishnu receives:
 

	Rs.
Basic salary	5,00,000
HRA	2,00,000
Rent paid (lives in Mumbai - metro city)	1,50,000

Calculate exempted HRA and taxable HRA.
4. What is the procedure for e-filing?

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5. Salary received (after making the following deductions) by Mr. Ram is Rs.25,000; Contribution to RPF Rs.2,000; Income tax Rs.400; Professional tax Rs.300; Life insurance Premium Rs.700; for damages caused by him Rs.100. Assume Mr. Ram did not receive any allowances. Find out Mr.Ram's Basic salary.
6. Ramesh owns a bigger house. 50% of the house is let-out for residential purpose of monthly rent of Rs.10,000; 25% the area is self-occupied for own residence and remaining 25% is used for own business. Municipal valuation of the house is Rs.20,000. Fair Rent is Rs.2,10,000. Find out its gross annual value.
7. From the following P & L A/c of a business man, find out his business income.

	Rs.		Rs.
Salary	25,000	Gross Profit	3,00,000
Office expenses	10,000	House Rent	10,000
Advertisement	10,000	Capital Gain	40,000
Depreciation	10,000		
Bad debts reserve	25,000		
Net Profit	2,70,000		
Total	3,50,000		3,50,000

8. When the return of loss should be filed? Explain.

### Section C

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

9. Rahul went for a business job in Dubai and left for Dubai on 30.09.2024. He never left India earlier. What was his residential status for PY 2024-25?  
The following amounts of income have been computed for Mr.Rahul for the previous year ended on 31.03.2025.
  - a) Salary accrued and received in India Rs.2,50,000
  - b) Profit from business in Dubai Rs.5,00,000
  - c) Dividends declared in Dubai received in India Rs.1,00,000.
 Compute the total income of Mr.Rahul for the relevant assessment year based on his residential status.
10. On the basis of the following information, compute salary income of Ms.Jaya. Salary Rs.4,50,000; Dearness Allowance Rs.50,000; Medical Allowance Rs.1,500 p.m; Entertainment Allowance Rs.30,000; Commission Rs.10,000, HRA Rs.24,000; She pays a rent of Rs.3,000 p.m in Madurai. Employer's contribution to RPF Rs.4,000 p.m; Own contribution by the employee is also Rs.4,000 p.m. Interest credited to RPF Rs.28,000 @ 14% p.a. Calculate taxable salary of Ms.Jaya.

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**SEMESTER - V**  
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11. Y (resident) owns two houses in Bangalore. Y has let-out both the houses throughout the year for residential purpose.

	<b>House 1</b> (Rs.)	<b>House 2</b> (Rs.)
Municipal Value	4,00,000	12,00,000
Fair rental Value	7,20,000	7,20,000
Rent Received	4,80,000	8,00,000
Standard Rent	6,00,000	6,00,000
Repairs	72,000	1,00,000
Municipal tax Paid	40,000	1,20,000
Insurance Premium Paid	48,000	70,000

On 1<sup>st</sup> April 2024, Y bought residential house for self-occupation for Rs.1,00,0000 by taking a housing loan in SBI. Loan Amount was Rs.7,00,000 and rate of interest 12% p.a.

Compute taxable income from House property for the Assessment Year 2025-26.

12. From the following P & L Account calculate income from business.

<b>Particulars</b>	<b>Rs.</b>	<b>Particulars</b>	<b>Rs.</b>
To Rent	40,000	By Gross Profit	2,50,000
To Salary	25,000	By HP Income	1,50,000
To Depreciation	10,000	By Income from other source	2,00,000
To Donation	8,000		
To Net Profit	5,17,000		
	6,00,000		6,00,000

Depreciation to be allowed as per Income tax rule Rs.8,000. Business income of Rs.12,000 is not shown in P & L A/c. Rs.8,000 rent is for personal use.

13. What are the powers of commissioner of Income tax?

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