

Roll.No.

25UBICT5011

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. ISM - END SEMESTER EXAMINATIONS - NOVEMBER 2025  
SEMESTER - V

**25UBICT5011 - Income Tax Law & Practice - I**

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

### Section B

Answer any **SIX** questions ( $6 \times 5 = 30$  Marks)

1. Write short notes on (i) Assessee (ii) Previous year
2. Who is a (a) Resident (b) Not ordinarily resident.
3. Mr.Sai, an Indian citizen went abroad for the first time on 16.09.24 and returned to India on 30.04.25. Determine his residential status for the previous year 2024-2025.
4. Mr.Kannan of Tiruchy receives Rs.48,000 P.M. as basic salary during the previous year 2024-2025. In addition, he gets Rs.4,800 p.m. as DA forming part of salary, 7% commission on sales made by him (Sales value Rs.86,000) and Rs.6,000 p.m. as HRA. He however pays Rs.5,800 p.m. as house rent. Calculate the taxable HRA.
5. Mr.Saran retired on 30.09.24 after a service period of 27 year 8 months. At the time of retirement he was drawing a salary of Rs.20,000 p.m. and a D.A. Rs.6,000 p.m. The gratuity received by him was Rs.4,60,000. Find out his taxable gratuity if it comes under the payment of Gratuity Act.
6. Mr.Muthusamy owns a house at Madurai. The particulars of the house are as follows:

	Rs.
Municipal value	84,000
Fair rental value	96,000
Municipal tax	12,000
Ground rent	7,500
Repairs	3,000

Interest on loan borrowed for construction of the house Rs.15,000. The house was let out for residential purpose for Rs.12,000 p.m. from 01.04.2024 to 31.12.2024 and self occupied from 01.01.2025. ascertain taxable income from house property for the previous year 2024-2025.

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7. State whether the following is admissible or not admissible while calculating income from business:

- i. Revenue expenditure on scientific research
- ii. Brokerage paid for securing loan
- iii. Professional tax levied by local authorities
- iv. Donation paid to a political party
- v. Amount spent on fixing of Neon sign board
- vi. Purchase of building

8. From the following information of a manufacturing company, find out depreciation and additional depreciation for the previous year 20204-2025.

WDV of the plant and Machinery on 01.04.2024	Rs.2,00,000
Plant purchased on 15.05.2024	Rs.90,000
Part of the plant sold on 25.08.2024	Rs.10,000
Rate of depreciation	15%

### Section C

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

9. Summarize income and its features.

10. Mr. X earns the following income during financial year 2023-24:

Particulars	Amount (₹)
(a) Profit earned from a business in japan which is controlled in India, half of the profit being received in India	1,00,000
(b) Interest from an Indian company received in Canada	60,000
(c) Income from agriculture in Dubai and remitted to India	75,000
(d) Pension from former employer in India received in U.K.	1,00,000
(e) Income from property in Canada received there	2,00,000
(f) Previous income brought to India from U.K.	20,000

Compute his income for the assessment year 2024-25, if he is-

- (i) Ordinarily resident in India
- (ii) Not ordinarily resident in India
- (iii) Non - resident in India

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11. Mr. Balakumar is working in Brook Field Ltd., Coimbatore (population 50 Lakh). He furnishes the following particulars. Compute his taxable salary for the previous year 2024-2025.

Particulars	Amount (₹)
Basic salary	25,000 p.m.
D.A. (50% enters into service benefits)	7,000 p.m.
Education allowance for his children	2,000 p.m.
CCA	4,000 p.m.
Commission (1% of turnover)	3,000
He is provided with a rent free accommodation. The fair rental value of that accommodation is Rs.6,000 p.m.	
Employer contribution towards RPF is	50,000
Interest on RPF credited @14% amounted to	11,200

12. Mr. A constructed one house in 1993. 75% of the property is let out and 25% is occupied for his residence. The let-out portion is also self-occupied for one month. Determine his income from house property for the following information:

Particulars	Amount (₹)
Municipal rental value	5,000 p.a.
Annual rental value	4,000 p.a.
Municipal taxes	500 p.a.
Ground rent	100 p.a.
Repairs	200 p.a.
Fire insurance premium	150 p.a.
Collection charges	600 p.a.
Interest on loan taken for construction	600 p.a.

His income from all other sources amount to Rs.10,000. Determine his income from house property for the pervious year 24-25.

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13. From the following Receipts and payment account of Dr. Sundar, compute his professional income for the previous year 2024-2025.

<b>Receipts</b>	<b>Rs.</b>	<b>Payments</b>	<b>Rs.</b>
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	12,00,000	By electricity	60,000
To gift from patients	50,000	By investment in residential property	32,90,000
To dividend on shares	5,000	By books	10,000
		By balance c/d	1,75,000
	41,65,000		41,65,000

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