

B.B.A. CBCS Pattern Semester-V
UCB5C01 - Income Tax

P. Pages : 4

Time : Three Hours



GUG/S/24/13033

Max. Marks : 80

- Notes : 1. All questions are compulsory.
2. All questions carry equal marks.

1. a) Explain the provisions of Sec. 80 C. 8
b) What is previous year and assessment year. 8

OR

- c) Give the introduction of five heads of income. 8
d) Distinguish between capital receipts & revenue receipts. 8
2. a) Compute the taxable salary of Mr. Shrikant of Nagpur for the assessment year 2023-2024 8
(Solve as per old tax regime)
i) Salary Rs. 10,000 p.m.
ii) Dearness allowance Rs. 3,000 p.m. (Included in terms of employment)
iii) Entertainment Allowance Rs. 500 p.m.
iv) City compensatory allowance Rs. 1,250 p.m.
v) Bonus Rs. 15,000 p.a.
vi) Commission Rs. 8,000 on turnover achieved by him.
vii) House rent allowance Rs. 2,500 p.m.
viii) House rent paid by Mr. Shrikant is Rs. 3,500 p.m.
ix) Transport allowance Rs. 1,200 p.m.
x) Education allowance for two children at Rs. 150 p.m., per child.
Compute the taxable salary of Mr. Shrikant.
(Note – Solve as per old regime)

- b) Mr. Ritesh is employed in a company in a Mumbai received the following salary. 8
Prerequisites from his employer during the previous year 2022-2023 (solve as per old tax regime)
i) Basic pay Rs. 16,000 p.m.
ii) Dearness allowance at 20% of his Basic Pay.
iii) House Rent allowance of Rs. 2,500 p.m.
iv) Entertainment allowance of Rs. 700 p.m.
v) Wardens allowance of Rs. 900 p.m.
vi) Free Medical Treatment was availed by him and his family member in a hospital owned by the company. The cost of such treatment in any other hospital would have been Rs. 30,000.
vii) He owns a car which he used for office and private purpose. The running and maintenance expenses of the car are paid by the company, Rs. 5,000
viii) Mr. Ritesh is paying Rs. 3,000 p.m. as house rent.
Compute taxable income from salary of Mr. Ritesh for the A. Y. 2023-2024.
Note – (Solve as per old tax regime)

OR

- c) Compute taxable salary of Dr. Purohit at Nagpur of the A. Y. 2023-2024 Based on the following information and also compute deductions U/S 80C.
- i) Basic Pay Rs. 22,000 p.m.
 - ii) D. A. Rs. 2000 p.m.
 - iii) Entertainment Allowance Rs. 6,000
 - iv) Bonus equal to 2 months basic pay.
 - v) Commission Rs. 4,500 annual.
 - vi) The company has provided him a rent free furnished accommodation of the annual rent of Rs. 40,000. The furniture provided cost is Rs. 20,000. He was allow to use refrigerator and A. C. costing Rs. 16,000 and Rs. 24,000 respectively.
 - vii) Employers contribution to RPF Rs. 10,000
 - viii) Education Allowance for one child Rs. 2,700.
 - ix) Lunch Allowance Rs. 7,200
 - x) Medical Allowance Rs. 6,000
 - xi) Own contribution to RPF Rs. 10,000
 - xii) Purchase of books (necessary for duty) Rs. 1,000
 - xiii) Life Insurance Premium (on the life of Mrs. Purohit) Rs. 6,000
 - xiv) We is provided by the Employer a Large Car for both official and private use. All expenses including driver salary of Rs. 1900 p.m. are paid by the employer.
- (Note – Solve as per old Regime)

3. a) Dr. Rama constructed a big house in Jan. 2017 which consist of 1/2 portion of the house is let out and other 1/2 portion of the house is occupied for his own residence. The let out portion was also self occupied for 2 months. 8

The particular as under -

Fair rental value of full home	Rs. 1,00,000 P.A.
Municipal rental value of full house	Rs. 55,000 P.A.
Annual rent of rented house	Rs. 4,000 P. M.
Municipal tax	Rs. 10,000
Around rent	Rs. 1,500
Repairs	Rs. 4,000
Insurance Premium	Rs. 2,500
Interest on loan taken for construction	Rs. 18,000

- b) Shri Amit constructed one house which consists of two equal independent units in 1965. One of the units is occupied for his own residence. The let out portion was also self occupied for 2 month. The particulars are - 8

i) Fair rental value of full house	Rs. 60,000 P.A.
ii) Municipal valuation of full house	Rs. 50,000 P.A.
iii) Actual rent of 50% portion	Rs. 2,000 P.M.
iv) Local taxes	Rs. 5,000 P.A.
v) Ground rent	Rs. 400
vi) Repairs	Rs. 2,700 P.A.
vii) Insurance premium	Rs. 1000 P.A.
viii) Interest on loan for construction	Rs. 10,000 P.A.
ix) Collection charges	Rs. 600 P.A.
x) His income from all other sources	Rs. 15,000 P.A.

Determine his income from house property for the A. Y. 2023-2024.

OR

- c) Mr. Suhas have two house which particulars are as follows:

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	House-A	House-B
Municipal value	Rs. 90,000	Rs. 1,54,000
Fair rental value	Rs. 95,000	Rs. 1,60,000
Standard rent	Rs. 70,000	Rs. 1,40,000
Annual rent	Rs. 75,000	Rs. 1,70,000
Actual repair	Rs. 36,000	Rs. 60,000
Interest on loan for construction	Rs. 36,000	Rs. 9,000
Municipal tax	Rs. 38,000	Rs. 38,000
Unrealised rent (all condition satisfied)	Rs. 30,000	Rs. 10,000

Compute his income from house property for the A. Y. 2023-2024.

- d) Mr. Santosh occupied three houses for his residential purpose, particulars are as follows:

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	House No. I	House No. II	House No. III (self occupied)
Standard rent under the R. C. Act.	15,000	20,000	--
Municipal valuation	10,000	30,000	30,000
Fair rent	18,000	18,000	35,000
Municipal tax paid	1,200	2,400	3,600
Repairs	Nil	Nil	200
Insurance premium	1,200	1,300	600
Ground rent	1,800	7,000	400

Mr. Santosh borrows Rs. 30,000 @ 20% P.A. for construction of House No. III date of borrowing 1st June, 2014 Date of repayment of loan 10th May 2023.

Construction of all the houses in completed in May 2017. Determine the taxable income of Santosh under the head Income from house property for the assessment year 2023-2024.

4. a) From the following information compute the Income from other sources of Mr. Pratik for the previous year ending on 31-03-22.

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i) Rent received from sub-letting house (He pays rent Rs. 9,000 to landlord)	Rs. 15,000
ii) 10% interest received on 100 listed debentures of Rs. 1,000 each.	
iii) Ground Rent received	Rs. 2,600
iv) Interest on Postal Saving Bank account	Rs. 2,000
v) Interest received on the debentures of co-operative society.	Rs. 3,400
vi) Interest received on the bonds of Maharashtra State Electricity Board	Rs. 4,000
vii) Income from Agricultural land in Nepal	Rs. 5,000
viii) Wining from puzzle (Gross)	Rs. 12,200

- b) Compute the Income from other sources of Mr. Raghuvir who held the following investment in the previous year 2022-2023.

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- 8% Mumbai Municipal Bond Rs. 40,000
- 12% Debentures of Jain Trading Company Rs. 80,000
- 10% Government Securities Rs. 30,000
- 6% Debentures of a Sugar Mill Company, Nanded of Rs. 70,000
- 7 year post office National Saving Certificate Rs. 20,000
- 10% tax free commercial securities Rs. 58,500
- Rs. 80,000, 9% less Tax Non listed debentures of Oriental Ltd.
- Winning from lottery Rs. 25,000
- Income from agriculture in Srilanka Rs. 10,000

Interest on Investment is recovered half-yearly on 1st January every year. Calculate Income from other sources.

OR

- c) Mr. Hariprasad a member parliament, gives the following particulars. Compute his taxable income from other sources from the A. Y. 2023-2024. **8**
- i) M. P. Salary Rs. 15,000 p.m.
 - ii) He won Rs. 10,000 (Gross) from crossword puzzle.
 - iii) Winnings from Karnataka Lottery (Net) received Rs. 35,000.
 - iv) A credit in his pass book the sources of which cannot be explained for its colour being black Rs. 50,000.
 - v) Rent received from letting out a building along with plant machinery on composite letting allowed.
 - Depreciation of furniture Rs. 600
 - Insurance Rs. 500
 - Repairs Rs. 2,000
 - vi) Royalty received in respect of a book from a publisher Rs. 25,000. He claims expenses on stationary and typing Rs. 4,000.
 - vii) 10% Rs. 25,000 debentures of Paints Ltd.
 - viii) Rs. 5,400 received as interest on tax free debentures of a company (unlisted).
- d) Compute Income from the other sources of Mr. Katara who held the following investments during the previous year 2022-2023 **8**
- i) Rs. 13,000, 10% central Govt. Securities.
 - ii) Rs. 39,700, 10% Tax-free commercial securities.
 - iii) Rs. 8073 received as interest on Tax-free Public Limited Company Securities (listed).
 - iv) Rs. 7,200 received interest on Karnataka Govt. Securities.
 - v) Rs. 5382 received as interest on debentures of Uday fertilizers (listed).
 - vi) Rs. 30,000, 13.5% securities of paper mill Co. (listed).
 - vii) Rs. 35,000, 11% securities of paper mill Co. (listed).
 - viii) Rs. 15,000, 15% Thane Municipal corporation bonds.
 - ix) Dividend from Tata Ltd. Rs. 6,000
 - x) During the year he also get a prize in H.P. state Lottery. The net amount received by him was Rs. 34,550. Interest on all securities is payable on 1st Jan. every year. Bank charge Rs. 200 as collection charge.

5. Short note.

- a) Kinds of Agricultural Income. **4**
- b) New Rules of valuation of perquisites of Motor Car. **4**
- c) Determined of Annual Value. **4**
- d) PAN & TAN. **4**
