

2008000203020001
EXAMINATION NOVEMBER 2024
BACHELOR OF COMMERCE (HONORS)
(THIRD SEMESTER)
INCOME TAX - III - LEVEL2

[Time: As Per Schedule]

[Max. Marks: 50]

Instructions:

1. Fill up strictly the following details on your answer book

- a. Name of the Examination : **BACHELOR OF COMMERCE (HONORS) (THIRD SEMESTER)**
 - b. Name of the Subject : **INCOME TAX - III - LEVEL2**
 - c. Subject Code No : **2008000203020001**
2. Sketch neat and labelled diagram wherever necessary.
3. Figures to the right indicate full marks of the question.
4. All questions are compulsory.

Seat No:

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Student's Signature

Q.1 Answer the following:

1. Define Person **2**
2. Explain previous year and assessment year **2**
3. Mr. Hari Prasad is an Indian citizen is appointed as an officer in Canada and leaves India for the first time on 30th September, 2022 for joining his duties. During his previous year 2023- 24, he visits India for 116 days. Determine his residential status for the assessment year 2023-2024 and 2024-2025. **3**
4. Mr. Rohan furnishes following information. Find out his gross total income if he is a) resident and ordinary resident; b) resident and not an ordinary resident and c) non-resident. **3**
 1. Dividend paid by foreign company received in India Rs. 40,000.
 2. Gift in foreign currency received in India Rs. 50,000.
 3. Pension received from Indian company, where he was former employer Rs. 25,000.
 4. Profit from sale of property in London, received in India. Rs. 5, 00,000.

Q.2 During the previous year 2022-23, Ms. Maya (age 29) working in private company furnishes following information. **13**

Basic salary Rs. 34000 per month
Dearness allowance: 30 % of basic salary (40% is considered for calculating retirement benefit)
Dearness pay Rs. 5000 per month (nothing is calculated for retirement benefit)
Fixed commission Rs. 4000 per month
Commission 5% of turnover and extra commission of 2% if annual turnover exceeds Rs. 1500000)
House rent allowance Rs. 15000 per month (rent paid Rs. 17000 per month upto June 30, 2022 and after that he shifts in his own house, rent allowance is received through the previous year).
Employer's contribution towards recognised provident fund Rs. 5400 per month, Interest credited in PF account Rs. 56000 (rate of interest 11%)
She is been provided health club facility at a 4 star hotel by employer company. This facility is available to all employees. Annual expenditure for providing this facility is Rs. 7000 per month which is done by employer.
Tea and refreshments are also provided to all employees (Rs. 60/- per day for 310 employees).
She contributes Rs. 136000 towards recognized provident fund.
Income from other sources Rs. 125000.
Monthly turnover achieved Rs. 100000.
Determine taxable income and tax liability under regular tax regime for the assessment year 2023-24.

Q.3 [A] Mr. Anand, age 47 owns a residential house property. It has two equal installments, unit 1 which is self-occupied and unit 2 is let out. Rent being Rs. 6000 per month, rent of 2 month could not be recovered.) Municipal value Rs. 130000; standard rent Rs. 125000 and fair rent Rs. 140000. Municipal tax imposed 12% which is paid by him. Interest on borrowed capital for constructing the property taken during 1996, Rs. 63000. Find income of Mr. Anand for the assessment year 2023-24 on the Assumption that income from other sources are s. 180000. **9**

[B] Explain in detail - Deduction under section 24 regarding House property income **4**

Q.4 Short notes: (any three)

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1. Tax evasion, tax avoidance and tax planning
2. Advantages of GST
3. Income tax authorities
4. Composition supply and mix supply
