

2008000204020001
EXAMINATION FEBRUARY-MARCH 2024
BACHELOR OF COMMERCE (HONORS) (FOURTH
SEMESTER)
INCOME TAX - IV – LEVEL 2

[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) (FOURTH SEMESTER)**
- b. Name of the Subject: **INCOME TAX - IV – LEVEL 2**
- c. Subject Code No: **2008000204020001**

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 Short Questions: -

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- a) Mention any two conditions for taking input tax credit under GST
- b) What is the rate at which tax should be deducted at source in case of winnings from lotteries u/s 194B and also mention the amount which can be paid without tax deduction in the same case
- c) When is a person liable to pay advance tax?
- d) What are the conditions for claiming depreciation in case of business and profession?
- e) Aks Ltd. Commenced production of paper on 1/12/2022 and the company has made the following expenditure on scientific research up to the year ending 31/3/2023: (i) Company has purchased a plot of land on 23/12/2022 for Rs. 600,000
(ii) To start an in-house research, the company constructed a laboratory building at the cost of Rs. 470,000 and the construction was completed on 1/3/2023.
Determine the amount of deduction u/s 35(1) for the A. Yr. 2023-24, if the scientific research is related to the business of the assessee-company,

- Q.2** (a) Find out the Capital gains chargeable to tax in the hands of Suresh, based on the details given below **7**

Particulars	Amount
Date of transfer of gold	10/05/2022
Date of purchase of gold	23/06/2003
Sale consideration of gold	36,55,000
Expenses on transfer of gold	55,000
Cost of acquisition of gold	2,63,444
Date of purchase of residential house property	12/05/2022
Cost of acquisition of residential house property	27,00,000

Cost Inflation Index for different previous years are as follows:

2001-02 – 100, 2003-04-- 109, 2022-23 -- 331

- (b) Find out the Capital gains chargeable to tax in the hands of Ajay. based on the details given below **7**

Particulars	
Date of transfer of residential house property	10/07/2022
Date of purchase of residential house property	6/10/2004
Sale consideration of residential house property	Rs. 13,00,000
Expenses on transfer of residential house property	Rs. 10,000
Cost of acquisition of residential house property	Rs. 1,87,000
Stamp duty value of residential house property	Rs. 15,00,000
Date of purchase of other residential house property	20/12/2022
Cost of acquisition of other residential house property	12,00,000

Cost Inflation Index for different previous years are as follows:

2001-02 -- 100, 2004-05 --113, 2021-22---331

- Q.3** (a) Based on the details given below for the assessment year 2023-24, compute the taxable income of Mrs. Niyati, a resident individual, who is working as a lecturer in a private college in Hyderabad. **10**

Sr. .No.	PARTICULARS	Amount (In Rs.)
1	Basic Salary	22,500 per month
2	Dearness Allowance	9,000 per month
3	Wardenship Allowance	1,600 per month

4	Examinership remuneration from Amity University	29,000
5	Reimbursement by the Hyderabad university of cost of the books purchased by Mrs. Niyati for preparing lectures	14,250
6	Income from house property	16,000 per month

Other details relating to the income of house property are as follows:

Sr. No.	PARTICULARS	Amount (In Rs.)
1	House Tax	13,000
2	During 2022-23, she has received a sum. Being the advance rent of April and May 2023	32,000
3	Municipal Valuation of the property	160,000
4	Fair Rent of the property	164,000
5	Unrealised rent	NIL
6	House remained vacant for one month	

Further details of her income and investments are as follows:

Sr. No.	PARTICULARS	Amount (In Rs.)
	Interest on government securities	52,000
	Interest on company deposits (received on 1/5/2022)	12,600
	Contribution to statutory provident fund	17,000
	Contribution to public provident fund	42,000
	Medical insurance premium on the health of dependent mother	28,000

- (b) Calculate the income from other sources for the previous Year 2022-23 of Mr. Amar, based on the details of gifts received

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PARTICULARS	Amount
1) On the occasion of marriage of Mr. Amar, he gets gift on 2/4/2022. Out of this, Rs. 200,000 is received from friends of Mr. Amar and remaining amount is received from close relatives of Mr. Amar and his wife	290,000
2) On 22/6/2022. he receives a gift from Mr Chandrachur, who is cousin of his father	23,000
3) On 18/8/2022, he gets a gift from Mr. Dhiren, who is elder brother of his grandfather	15,000
4) On 20/9/2022. he gets a gift from his grandmother	700,000

Q.4 Write Short Notes (Any 3):

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- Liability for registration under GST
- Advance payment of tax
- Tax deduction at source
- Exemption u/s 54E - Capital gains on transfer of any long term capital asset
- Exemption u/s 54F
