

(FOR THE CANDIDATES ADMITTED
DURING THE ACADEMIC YEAR 2023 ONLY)

23UBM4A1

REG.NO. :

**B.B.A
IV SEMESTER**

**N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI
END-OF-SEMESTER EXAMINATIONS : MAY- 2025**

**MAXIMUM MARKS: 75
TIME : 3 HOURS**

**PART - III
DIRECT TAXATION**

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. Income Tax is imposed by _____.
(a) State Government (b) Central Government (c) Both of the above (d) Constitution of India
2. Salary paid by Government to Citizen of India (R.NR) for services rendered o/s India is deemed to accrue _____.
(a) in India (b) O/s India (c) Depends on the discretion of Assessee (d) None
3. Chargeability of House Property is given u/s _____.
(a) 15 (b) 22 (c) 20 (d) None of the above
4. Perquisites received by the assessee during the course of carrying on his business or profession is taxable under the head _____.
(a) Income from salary (b) capital gains
(c) profit and gains of business or profession (d) income from other sources
5. Loss under the head capital gains can _____.
(a) be set off from any other head of income in same year (b) be carried forward only
(c) neither be set off nor carried forward (d) None of these

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES.

(K2)

6. Define income.
7. What is P.F?
8. What is the meaning of annual rent?
9. Write short notes on Profession.
10. Define capital gains.

SECTION – B

(5 X 5 = 25 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)

- 11.a) Explain the exception to the rule that income of a previous year is assessed to tax in the assessment year
(OR)
b) Explain the concept of income .
12. a) Mr pati was appointed as a manager on 1st july 2009 in the grade of Rs 20,000 -500-22,000 – 1,000-25,000 with two advance increments. Find out his salary for the previous year 2013-14 if a) salary is due on first day of the month and b) salary is due on last day of the month .
(OR)
b) Discuss the characteristics of salary.
- 13.a) Mr . Ashok is the owner of a house which is lent –out at a rent Rs 500 P.m .The municipal taxes are equal to 10 % of the rent received .
Compute the annual taxes value of the house, if
i) The municipal taxes are paid by Ashok , and
ii) ½ of the municipal taxes re borne by the tenant.

(CONTD.....2)

(OR)

13.b) Mr . X has constructed a multistory building at Delhi consisting of 40 flats. Each flat is let out @

1,000 p.m The municipal authorities have fixed the rental value of his property as RS 4,50,000

P.a The owner bears the following expenses

a) life maintenance Rs 12,000 p.a

b) Pump maintenance Rs 8,000 p.a

c) Salary of Gardener and Watchmen Rs 3,600 p.a

d) Swimming pool expenses Rs 9,000 p.a

Calculate the annual rental value for the property.

14. a) Explain the term ‘business’ and profession ‘ as used U/s 28 no of the income –tax Act

(OR)

b) Explain the concept of deemed profit U/s 41

15.a) Write down the types of Income cover under this head.

(OR)

b) Mr S. Sethi a non –resident sent R.s 25,000 to India on 20th May 1998 .On July 7 , 1998 a part of this money was utilized to purposed 20,000 shares of XY Ltd .an Indian company @ 10 per share . On 1-11-2013 these shares were sold Rs 40 per share .Compute the capital gain if telegraphic transfer rates are as follows

	20-5 1998 (for US \$)	7-7-1998(for US\$)	1-11-2013 (for US\$)
Buying rate	38	38.50	49.50
Selling rate	39	39.60	50.00

SECTION – C**(5 X 8 = 40 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.****(K4 (Or) K5)**

16. a) Compare capital Receipts and Revenue Receipts

(OR)

b) “ All assesses are persons but all persons are not assessee.” Explain with appropriate examples

17. a) Mr KG is working in a Central Government office at Simla .His salary particulars are as follows .

Salary Rs 72,000

D.A (fully enters into pay for retirement benefit) Rs 48,000

Hill compensatory allowance Rs Rs. 12,000

Transport Allowance Rs. 9,600

Provided with rent free house : Annual Licence Fee Rs. 7,200

Cost of furnishing Rs 45,000

Calculate value of rent free house.

(OR)

b) Comment on the following as per income –tax Act

a) Salaries b) Perquisites c) profit in Lieu of Salary

18. a) Mr Anil built a residential at Hydrabad and for the completion of the house he to a loan of Rs 20lakhs from a bank as under:

1. On 1-15-2007 Rs 8,00,000 @ 10 %

2. On 1-11-2008 Rs 8,00,000 @ 9 %

3. On 1-1-2010 Rs 4,00,000 @ 8 %

House was completed in Oct ., 2010 and since then it is occupied for the residential purposes of his family .The repaid Rs 4,00,000 to the Ban on 1st Dec 2013 and bank adjusted this amount against the loan of 2007

Determine the amount of deduction admissible u/s 24.

(OR)

(CONTD.....3)

18.b) Analyze the various Determination of annual value

19.a) Discuss the expressly admissible deduction.

(OR)

b) Explain the charging provision U/s 28 under the head “ profit and Gain of business or profession.

20.a) Illustrate the types of capital gain

(OR)

b) Mr X has following income during the year ending 31-3-20214.

1. Dividend declared by M .co .On 31-3-2013 (Indian .Co) Rs 6,000

2. Dividend declared by Z Co.On 31-3-2014 (Indain Co) Rs 9,000

3. Interim dividend received on 1-5-2013 (Indian Co) Rsv 3,000

4. He won gold worth Rs 10,00,000 from Panjab State Lottery

5. During march 2014 he earned Rs 1,00,000 as prize money on horse races .

These horses are owned by him and expenditure incurred on maintenance of these horses amounted to Rs 1,60,000. Compute income by him other sources for the assessment year 2014 -2015

ETHICAL PAPER