

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

23UB1512

REG.NO. :

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

B.Com- BANKING AND INSURANCE
SEMESTER: V

MAXIMUM MARKS: 75
TIME : 3 HOURS

PART - III
INCOME TAX
SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.
MULTIPLE CHOICE QUESTIONS.

(K1)

1. Income tax rules framed by CBDT are collectively called_____.
(i) Income tax rules 1942 (ii) Income tax rules1962
(iii) Income tax rules 1961 (iv) Income tax rules 2011
2. Income tax is levied as a_____.
(i) direct tax (ii)indirect tax (iii) Local tax (iv) wealth tax
3. A person is non- resident if he fails to fulfill
(i) The additional condition (ii) At least one of the basic condition
(iii) Both basic condition (iv) both additional condition
4. Profits earned from an illegal business are_____.
(i) Taxable (ii) tax free (iii) Ignored by tax authorities (iv) treated as other income
5. Loss from long term capital asset can be set off against_____.
(i)STCG (ii) Business income (iii)LTCG (iv) Salary income

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. What is the assessment year?
7. Name any two allowances taxable under the head salary.
8. Define salary as per the Income Tax Act.
9. State any one exemption available under section 54.
10. What is meant by clubbing of income?

SECTION – B (5 X 5 = 25 MARKS)

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

(K3)

11. a) Bring out the history of Income Tax
(OR)
b) How to identify the Residential status of HUF.
12. a) Mr. Ankur Tagra resides in Jaipur. He wants to claim full deduction towards. HRA. Comment whether it is possible Basic salary Rs.4000 p.m. DA Rs.2000 p.m., 50% Form parts of salary HRA Rs.3000 p.m. (Rent paid Rs.2, 500 p.m. During the previous year he achieved a turnover of Rs.2, 25,000. He usually gets 4% commission on turn over.

(CONTD.....2)

(OR)

12. b) From the following calculate Gross annual value .

Particulars	House 1	House 2
MRV	60,000	1,12,000
FRV	68,000	1,17,000
SR	70,000	1,15,000
Unrealized rent for the previous year(rule 4 satisfied)	5,000	40,000
Annual rent	72,000	1,10,000

13. a) Write short notes on Characteristics of Income from House Property

(OR)

- b) From the following Profit and loss account calculate income from business

To rent	40,000	By Gross profit	2,50,000
To salary to employees	25,000	By house property income	1,50,000
To depreciation	10,000	By income from other sources	2,00,000
To donation	8,000		
To net profit	5,17,000		
	6,00,000		6,00,000

14. a) From the following details, calculate capital gain.

- A. Sale consideration of residential house 25,00,000 on 26-10- 2012 (CII: 852)
 B. Cost of acquisition of the house on 1-8- 2004 is 7,02,000 (CII: 480)
 C. New residential house acquired on 2 nd February 2013 is 7,50,000

(OR)

- b) Mr.Barthalome furnishes the following details of his income.

Calculate income from other sources for the previous year.

- A. Rs25000 received as interest from Government securities. Rs.2000 spent towards collection charges.
 B. Dividend from an Indian company Rs.40,000
 C. Dividend from a foreign company Rs.15,000
 D. Family pension Rs.12,000

15. a) Briefly discuss set off and carry forward of loss.

(OR)

- b) Explain the E- filling Procedures.

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

16. a) From the following details calculate the total income of Ms.Parul, if she is OR, NOR, NR.

1. Dividend from Indian company Rs.1, 00,000
2. Dividend from a Foreign company Rs.1, 15,000 received in India
3. Income from business in Kenya but controlled from India Rs.2, 00,000
4. Income from business in Switzerland but controlled from Bangladesh Rs.5, 00,000
5. Income acquired in Indonesia Rs.2, 50,000, 2/5th the received in India.

(OR)

(CONTD.....3)

16. b) From the following particulars of Ms. Aparna calculate total income if she is OR, NOR and NR.

- 1 Income from profession set-up in India but amount received in Afghanistan Rs.1, 25,000.
- 2 Income accrued in Bhopal but received in Uttaranchal Rs.29, 000
- 3 Income from business in Uganda, controlled from Trichy [Rs.25, 000 received in Trichy] Rs.50, 000.
- 4 Royalty received from Government of India Rs.75, 000
- 5 Past untaxed profit of 2005-2006 brought into India during the current previous year Rs.85, 000.
- 6 Gift in foreign currency from a friend received in India Rs.56, 000.
- 7 Salary from an Indian company received in London Rs.5, 00,000 [Rs2,00,000 is paid for service rendered in India.]

17. a) X, a resident of Ajmeer receives Rs.48,000 p.m. as basic salary during the previous year 2023-24. In addition, he gets Rs.4,800 p.m. as DA forming part of salary, 7% commission on sales made by him (sales values Rs.86,000) and Rs.6000 p.m. as HRA. He, however pays Rs.5,800 p.m. as house rent. Determine the quantity of HRA exempted for tax.

(OR)

b) Mr. Aravind received the following from Maruthi Ltd. During the P.Y 2023-24. Compute his gross salary.

	Rs
Basic pay	10,000 p.m.
D.A.	5,000 p.m.
Transport allowance	1,000 p.m.
Cash compensatory allowance	2,000 p.m.
Bonus	5,000 p.m.

Commission 2% on turnover (turnover Rs.1,00,000)

18. a) From the following particulars, Calculate the Gross Annual Value.

Particulars	House I Rs.	House II Rs.	House III Rs.	House IV
MRV	30,000	4,20,000	1,20,000	60,000
FRV	24,000	5,00,000	1,10,000	70,000
SRV	35,000	6,00,000	90,000	66,000

(OR)

b) Discuss the procedure for computing professional income.

19. a) Mr. David had acquired a house property on 10.10.19 for Rs.12,00,000. The property was destroyed by fire on 01.07.2023 and for which he received a compensation Rs.11,00,000 from the Insurance company. Compute the capital gain for the P.Y. 2023-24 [C.I.I for 2019-20: 289, 2023-24: 348].

(OR)

b) From the following details , calculate the income from other sources of Ms. Swathi.

		Rs.
i	Income from Agriculture land in Australia	34,000
ii	Income from agriculture land in India	20,000
iii	Income from royalty (Actual expenditure incurred for this Rs.1,000)	15,000
iv	Family pension	24,000
v	Dividend for Noda Ltd. (foreign company)	26,000
vi	Interest on special bearer bonds 1991	5,000

20. a) Mr. Arjun a resident individual provides the following details of his income for the financial year 2023-2024.
- Dividend received form an Indian Company Rs.25,000
 - Interest on SB a/c – Rs 8000
 - Winnings from lottery Rs.50,000
 - Family pension received Rs. 60,000
 - Interest on FD with a bank Rs.20,000.
- Compute his income from other sources for the assessment year 2024-2025.

(OR)

- b) Mr.Anagamuthu furnished the following particulars for the previous year 2021-22.compute his gross total income.

Income from salary	75000
Income from house property	20000
Business loss	130000
Short term capital loss	10000
Long term capital gain	80000
Income from other sources	35000
