

**(FOR THE CANDIDATES ADMITTED
DURING THE ACADEMIC YEAR 2024 ONLY)**

24PCC310

REG.NO. :

**N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI
END-OF-SEMESTER EXAMINATIONS : NOVEMBER-2025
M.Com.-C.A
SEMESTER: I
MAXIMUM MARKS: 75
TIME : 3 HOURS**

TAXATION

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

- Which of the following is not included in 'Income' under the Income Tax Act?
a) Salary b) Winnings from lottery c) Agricultural income d) Rent from house property
- What is the standard deduction allowed under Income from House Property?
a) 20% b) 25% c) 30% d) 50%
- Which of the following is eligible for deduction under Section 80C?
a) House Rent b) Life Insurance Premium c) Bonus d) Dividend
- GST was implemented in India from_____
a) 1st January 2017 b) 1st July 2017 c) 1st April 2016 d) 1st March 2017
- Registration is mandatory for inter-state suppliers when turnover exceeds:
a) ₹10 lakhs b) ₹20 lakhs c) ₹40 lakhs d) No threshold – registration is mandatory

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES.

(K2)

- What is a Previous Year under Income Tax Act?
- Define Business as per Income Tax Act.
- State long-term capital gain
- What is the full form of CGST?
- Mention any two documents required for GST registration.

SECTION – B

(5 X 5 = 25 MARKS)

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

- a) What is meant by Gross Total Income? Explain
(OR)
b) Mr. Karthik is employed in a software company. The following are the details of his salary income for the previous year 2023–24:
Basic Salary: ₹30,000 per month
Dearness Allowance: ₹5,000 per month (forms part of salary)
House Rent Allowance (HRA): ₹10,000 per month
He pays ₹12,000 per month as house rent in Bangalore.
Bonus received: ₹30,000
Standard Deduction: ₹50,000
Compute his Taxable Income from Salary for the Assessment Year 2024–25.
- a) Write a note on deemed ownership under the head House Property.
(OR)
b) Ms. Renu owns a let-out house property:
Actual Rent received: ₹3,60,000
Municipal Value: ₹3,00,000
Fair Rent: ₹3,50,000
Municipal Taxes Paid: ₹30,000
Interest on loan: ₹1,50,000
Compute the taxable income under 'House Property'. **(CONTD.....2)**

- 13.a) Discuss the provisions of Section 54 and Section 54F with regard to exemption of capital gains.
(OR)
b) What are the conditions for claiming deduction under Section 80C?
- 14.a) Explain the role of UTGST and where it is applicable
(OR)
b) Describe the levy and collection of CGST and SGST in case of intra-state supply.
15. a) Explain the procedure for GST registration in India.
(OR)
b) State any five goods exempt from GST with brief explanation.

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

16. a) Discuss the structure of the Income Tax System in India.
(OR)
b) Mr. Arjun is employed in a private company and has provided the following details for the previous year 2022–23:
Basic Salary: ₹60,000 per month
Dearness Allowance (DA): ₹10,000 per month (forms part of retirement benefits)
House Rent Allowance (HRA): ₹20,000 per month
Rent paid for accommodation in Chennai: ₹18,000 per month
Medical Allowance received: ₹1,500 per month
Transport Allowance: ₹2,000 per month
Bonus: ₹60,000 per annum
Employer's contribution to Recognized Provident Fund: ₹8,000 per month
Standard Deduction: ₹50,000
Compute the Income from Salary for the Assessment Year 2023–24.
- 17.a) Explain the method of accounting applicable to business income.
(OR)
b) Mr. Karan furnishes the following details from his business for the year ending 31st March:
Net profit as per P&L: ₹5,00,000
Depreciation as per books: ₹40,000
Depreciation as per IT Act: ₹50,000
Interest on capital: ₹60,000
Donation to a political party (paid in cash): ₹10,000
Commission received but not recorded in books: ₹20,000
Compute taxable business income.
18. a) Elaborate on the taxability of deemed income under “Income from Other Sources.”
(OR)
b) Describe how deductions from Gross Total Income are structured and their limits.
- 19.a) Discuss in detail the concept and features of Indirect Taxes. How does GST differ from the earlier indirect tax system?
(OR)
b) Deliberate the benefits and challenges faced by small businesses under GST. Suggest policy recommendations to ease their compliance burden.
- 20.a) Explain in detail the categories of persons liable and not liable to register under GST. Support your answer with relevant provisions.
(OR)
b) Discuss the importance of registration under GST. What are the consequences and penalties for failure to register, even when liable?
