

(FOR THE CANDIDATES ADMITTED

SUB CODE **21PCO310**

DURING THE ACADEMIC YEAR 2021-22 ONLY)

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : DECEMBER – 2022

M.Com.

MAXIMUM MARKS: 70

III SEMESTER

TIME : 3 HOURS

DIRECT TAX

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. Income Tax is a

[a] Business Tax

[b] Direct Tax

[c] Indirect Tax

[d] None of these

2. Subletting is assessable under the head _____

[a] Income from HP

[b] Income from Other Source

[c] Income from Capital Gain

[d] None of the above

3. The charging section of the income under the head capital gains is.....

[a] Section 15

[b] Section 17

[c] Section 10

[d] Section 45 (2)

4. Which of the following has no time limit to be carried forward and set-off.....

[a] House property loss of income

[b] Unabsorbed Depreciation

[c] Business loss of income

[d] Other sources loss of income

5. In case of Local Authority who should sign return of income?

[a] Principal Officer

[b] Managing Partner

[c] Managing Director

[d] Chief Executive Officer

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES.

(K2)

6. List the status of an Individual.

7. What is pension?

8. How to calculate Indexed Cost of Acquisition?

9. What do you understand by set off of losses?

10. State the purpose of E-filing.

(CONTD.....2)

SECTION – B**(5 X 4 = 20 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)**

- 11 (a) Give a short note on a) Person b) Assessment year

(OR)

- b) Shri Ashok is an Indian citizen working with a multinational company being posted in France. During the PY 2021-2022, he comes to India for a visit of 130 days. In the preceding 4 years Mr. Ashok is in India for more than 900 days. His annual Income for the previous year is as follows:

- i) Income from salary at France Rs.10,00,000
- ii) Income from fixed deposit in banks in India Rs.18,00,000

Determine the residential status of Shri Ashok

12. a) Find out the amount of taxable annual contribution to Recognized Provident Fund for Mr. Vasan from the particulars given below:

- i) Salary Rs. 5,000 p.m.
- ii) Dearness Allowance Rs.1,000 p.m.
- iii) 10% Commission on turnover (Turnover achieved Rs.60,000)
- iv) Fixed Commission Rs. 300 per month

He and his employer contribute Rs.2,000 p.m. each to RPF. Interest credited to PF at 10% is Rs.20,000

(OR)

- b) Compute Annual Rental Value
- i) Municipal Rental Value Rs.48,000 p.a
 - ii) Actual Rent Received Rs. 50,000 p.a
 - iii) Lift and Pump maintenance charges born by owner Rs. 6,000 p.a
 - iv) Salary of common gardner and watchman paid by tenants to the owner is Rs.500 p.m. and actual expenses paid by owner is Rs.4,200

13. a) From the following statements compute the business income

- i) Commission Earned Rs.20,000
- ii) Sales Rs.1,20,000
- iii) Purchases Rs. 20,000
- iv) Staff Salary Rs.11,000
- v) Purchase Typewriter Rs.8,000

(OR)**(CONTD.....3)**

- b) Mrs. Neelavathy furnishes the following particulars:

Particulars	Shares in A Ltd.
Date of purchase	01.02.2021
Date of sale	05.10.2021
Cost of purchase	Rs. 25,000
Expenses on purchase	Rs. 500
Sales value	Rs. 50,000
Expenses on sale	Rs. 1,000

Compute Capital Gain.

14. a) Mr. Senthil furnished the following incomes during 2021-22. Compute Taxable Income under "Other Sources"

Particulars	Amount (Rs.)
Winning from Tamilnadu State Lottery	1,80,000
Winning from Horse races (Amount won)	1,500
Winning from Cross word puzzle	15,000
Winning from Card games	20,000
Winnings from gambling and Bettings	25,000
Loss from card games	10,000
Expenses on buying Lottery tickets	500

(OR)

- b) From the following information of a trader, compute the gross total income:

Income from House Property (Computed)	Rs.1,50,000
Business Loss	Rs.60,000
,Current Year Depreciation	Rs.10,000
Business Loss of Preceding Year	Rs. 50,000
Unabsorbed depreciation of preceding year	Rs. 30,000
Short Term Capital Loss	Rs.40,000
Long Term Capital Gain	Rs. 50,000

15. a) Write a short note on
 a) Self Assessment b) Best Judgement Assessment

(OR)

- b) State the procedure involved in e-filing in income tax return.

(CONTD.....4)

SECTION - C

(4 X 10 = 40 MARKS)

ANSWER ANY FOUR OUT OF SIX QUESTIONS**(16th QUESTION IS COMPULSORY AND ANSWER ANY THREE QUESTIONS)**

16. From the particulars given below compute income from house property for the assessment year 2021-22.

Particulars	Amount (Rs)
Date of Completion	1.11.93
Municipal Rental Value	36,000
Fair Rental Value	30,000
Self – Occupied	2/3 portion
Let Out	1/3 Portion, from 1-4-2021 to 31-8-2021 at Rs.1,000 p.m. and Self-occupied from 1-9-2021 onwards
Municipal Taxes	3,000 p.a
Fir Insurance Premium	2,400 p.a
Ground Rent	4,200 p.a
Interest on Loan	7,500 p.a

17. 'KASI' had the following income during the previous year 31.3.2022
- Salary received in India for three months Rs.9,000
 - Income from House property in India (computed) Rs. 13,470
 - Interest on saving deposits in SBI Rs. 1,000
 - Amount brought into India out of the past untaxed Profits earned in Germany Rs.20,000
 - Income from Agriculture in Indonesia being invested in India Rs. 12,350
 - Income from Business in Bangladesh is being controlled from India Rs. 10,150
 - Dividends received in Belgium from French companies out of which Rs. 2,500 were remitted to India Rs.23,000

You are required to compute his total income for the assessment year 2022-23.

If he is (a) Resident; (b) Not ordinarily resident: and (c) Non-resident

18. Compute the taxable portion of allowances from the information furnished by Hari for the A.Y.2022-23.
- Travelling allowance (Expenditure Rs.750 p.m.) Rs. 1,500 p.m.
 - Helper Allowance (Expenditure Rs.1,350 p.m.) Rs.1,200 p.m.
 - Tribal area allowance Rs.2,400 p.m
 - Education allowance (per child) (For 3 children) Rs.300 p.m

(CONTD.....5)

v)	Hostel expenditure Allowance (per child) (For 3 children)	Rs. 2,500 p.m.
vi)	(Actual exp. Rs. 2,500 p.m. per child)	
vii)	Transport allowance (exp. Rs. 15,000 p.m.)	Rs. 19,000 p.m.
viii)	Conveyance allowance (50% personal)	Rs. 1,500 p.m.
ix)	Dog allowance	Rs. 1,000 p.m.

19. Mahesh owned a residential house at Madurai, the original cost of which was Rs. 1,00,000. It was acquired on 1.9.2005. He sold the house on 31.3.2011 for Rs. 8,00,000 and constructed another house on 31.3.2012 at Trichy for Rs.6,00,000. The second house at Trichy was sold by him for Rs. 30,00,000 on 30.4.2021. Compute capital gain.

CII for 2005-06 = 117, 2010-11 = 167, 2011 -12= 184, 2021-22 = 317

20. Mr Seetharam Shetty furnishes the following information in respect of Donations made by him in the previous year ending of 31st March 2022

1. Donation to National Defence Fund Rs.4,000
2. Donation to Africa (Public Contribution) Fund Rs.3,000
3. Donation to Rajiv Gandhi Foundation Rs.2,000
4. Donation to Prime Minister's National Relief Fund Rs.5,000
5. Donation to approved Charitable Institution Rs.10,000
6. Donation to approved institution Rs.5,000
7. Donation to Poor boy for higher education Rs.500
8. Donation books worth Rs.300 to a local recognised School
9. Donation for the construction of a guest house for a particular religious community Rs.1,000
10. Donation for a Political Party Rs.500

His Gross Total Income is Rs.1,47,000 which includes income from other sources amounting Rs.10,000. Calculate deductions allowable under section 80 G. Mr. Seetharam has paid a mediclaim premium of Rs.10,000 during 2021-22

21. Describe the powers of the Central Board of Direct Taxes (CBDT)
