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Name.....

Reg. No.....

**FIFTH SEMESTER (CBCSS—UG) DEGREE EXAMINATION
NOVEMBER 2024**

B.B.A.

BBA 5B 10—FINANCE Elective I—INCOME TAX

(2019 Admission onwards)

Time : Two Hours and a Half

Maximum : 80 Marks

Part A*Answer all questions.*

1. Define Income.
2. What is fair rental value ?
3. What is Exemption ?
4. What is Pension ?
5. What is a statutory provident fund ?
6. Define annual value.
7. What are blocks of assets ?
8. Write any *two* disallowable expenses while computing income under the head profits and gains of business or profession.
9. What are various capital assets, write any *four*.
10. What do you mean by indexation ?
11. Explain the rebate.
12. What are bond-washing transactions ?
13. Mr. X left India for the first time on 1st April 2018 and came back in 30th June 2023 -and stayed here. Identify his residential status for the year 2024-2025.
14. Mrs. Sheela let out her house property for Rs. 40,000 per month. The property's fair rental and municipal value are Rs. 5,00,000 and Rs. 4,44,000 respectively. The standard rental value is Rs. 4,00,000. Compute the gross annual value of the let-out property.

Turn over

15. Mr. Mohan has a block of assets worth Rs. 1,00,000 in the previous year, during the year he purchases another asset of the same block for Rs. 40,000. The entire block was sold during the previous year itself for Rs. 2,00,000. Compute capital gain.

(15 × 2 = 30, Maximum ceiling 25 marks)

Part B

Answer all questions.

16. Explain the treatment of agricultural income in total income.
17. Briefly explain the provisions of motor car perquisite.
18. Explain any *two* deductions from the head capital gains.
19. Differentiate rebates and reliefs.
20. Mr. Raju residing in Kanpur. He gets a basic salary of Rs. 2,00,000, Dearness pays Rs. 2,00,000, and a House rent allowance of Rs. 1,50,000 per annum. He pays a rent of Rs. 1,80,000 per annum. Compute the amount HRA chargeable to tax.
21. Determine the scope of total income in respect of the following incomes if the assessee is :
- (a) Resident ;
 - (b) Resident and ordinarily resident ; and
 - (c) Non-resident.
 - Profit on sale of a building in India but received in the USA - Rs. 3,50,000
 - Dividend on shares of Indian company - Rs.1,00,000
 - Income from agriculture in Canada being invested there - Rs.2,00,000
 - Income from business in Sri Lanka, being controlled from India - Rs. 3,20,000
 - Profits not taxed previously brought to India - Rs. 40,000
22. The written-down value of a block of machines was Rs. 25,00,000. A new machine costing Rs. 4,00,000 was purchased in December 2023. On 31st March 2024, all the old machines were sold for Rs. 1,00,000. Compute allowable depreciation for the year 2024 - 25. Depreciation rate is 20 %.

23. Following are the particulars submitted by Mr. Kumar for the year ending March 2023. Compute his total income :
- Income from house A - Rs. 60,000
 - Loss from house B - Rs. 20,000
 - Income from cloth business - Rs. 30,000
 - Loss from hardware business - Rs. 60,000
 - Loss from speculation business - Rs. 10,000
 - Income from the lottery - Rs. 25,000
 - Loss from maintenance of race horses - Rs .7,000
 - Interest on securities - Rs.10,000
 - Gross salary - Rs. 2,16,000

(8 × 5 = 40, Maximum ceiling 35 marks)

Part C

Answer any two questions.

- What are the components of income from salary ?
- How to identify the residential status of individuals in India ?
- Compute the income from other sources for the assessment year 2024-25 :
 - Income from agriculture in China Rs.5,000
 - Ground rent for land in Rajasthan Rs. 10,000
 - Interest on postal savings bank account Rs. 1,000
 - Interest on deposits with IFCI Rs.5,000
 - Dividend from foreign company Rs. 700
 - Rent from subletting a house Rs. 26,500
 - Rent paid for sublet house Rs. 12,000
 - Other expenses of sublet house Rs. 1,000
 - Winning from Horse Race Rs. 12,3 00
 - Interest Rs.36,000 on 10% tax free debentures (listed) of Hero Motors.

Turn over

27. The following particulars of Mr. Xavier for the previous year 2023-24. You are required to prepare his total income for the year :

- a) Business income Rs. 5,56,900
- b) Rent of property Rs. 10,000
- c) Municipal tax on property Rs. 1,000
- d) Agricultural income Rs. 10,000
- e) Long term capital gain Rs. 15,000
- f) Lottery winnings Rs. 50,000
- g) LIC premium paid Rs. 10,000
- h) Contribution to PPF Rs. 15,000
- i) Casual income from puzzles Rs. 1,200

(2 × 10 = 20 marks)