

**FOURTH SEMESTER UG DEGREE EXAMINATION, APRIL 2025****(Regular/Improvement/Supplementary)****B.COM. PROFESSIONAL****GBCP4B15T: BUSINESS AND CORPORATE TAXATION****Time: 3 Hours****Maximum Marks: 80****Part A. Answer *all* the questions. Each question carries *one* mark.****Choose the correct answer.**

1. Profits earned from an illegal business are \_\_\_\_\_.  
A) Taxable                      B) Tax free  
C) Ignored by authorities      D) Treated as other incomes
2. A partnership firm can be assessed as such (PFAS) if it fulfils the conditions of \_\_\_\_.  
A) Sec. 183    B) Sec. 184    C) Sec.185    D) Sec. 186
3. While computing business income, which of the following is inadmissible?  
A) Reserve for bad debts      B) Doubtful debt  
C) Actual bad debts              D) All of these
4. A company incurred capital expenditure 2,00,000 during the previous year on promotion of family planning among its employees. During the year, deduction shall be allowed to a company is \_\_\_\_\_.  
A) 40,000    B) 1,00,000    C) 2,00,000    D) Nil
5. Maximum penalty for failure to get accounts audited or to furnish report u/s 44AB is \_\_\_\_.  
A) 75,000    B) 1,00,000    C) 1,50,000    D) 3,00,000

**Fill in the Blanks.**

6. A company is registered in USA and its place of effective management (POEM) is in India.  
The Company is \_\_\_\_\_ in India.
7. Section 115JB relates to \_\_\_\_\_.
8. The due date of filing return of a company is \_\_\_\_\_.
9. Corporate tax for a domestic company with annual turnover up to 400 crores in Previous year \_\_\_\_\_.
10. AMT stands for \_\_\_\_\_.

**(10 × 1 = 10 Marks)****(PTO)**

**Part B. Answer any *eight* questions. Each question carries *two* marks.**

11. What are the authorities under the Income Tax Act?
12. Who is an Assessing officer?
13. Comment on TDS.
14. What is residential status?
15. Define PAN.
16. What is meant by appeals and revision?
17. What is Minimum Alternative Tax?
18. Mithra Limited has incorporated in London with its head office there, primarily imports cotton from India appointed a manager in India. Determine the residential status of the company.
19. Comment on working partner.
20. What is voluntary return?

**(8 × 2 = 16 Marks)**

**Part C. Answer any *six* questions. Each question carries *four* marks.**

21. SS college co-operative society has the following income:

1 Income from college canteen	₹10,000
2 Income from the general merchandise business	₹43,000
3 Income from credit facility given to members	₹8,000
4 Interest on Govt. Securities	₹10,000
5 Taxable income from house property	₹8,000
6 Dividends (Gross) on shares held in another co-operative society	₹5,000

Calculate tax liability of SS college cooperative society.

22. What are the powers of CBDT?
23. What are the situations when E filing of income tax return is mandatory?
24. Describe the provisions relating to determination of residential status of HUF.
25. X, Y and Z are partners of a firm with equal shares. The profit and loss account for the year ended 31-3-2024 shows a net profit after debiting Rs 7000 for interest paid to X at 20% Rs. 60000 for salary paid to Y and Rs 44000 for rent of the business premises paid to Z. Compute the book profit of the firm.

26. A public charitable trust derived total income of ₹16,00,000 which consists of following:

1 Income from properties held under trust	₹8,00,000
2 Net income from business Rs. 50,000, aggregate business receipts	₹3,00,000
3 Voluntary contribution	₹7,50,000

Trust applied ₹11,60,000 towards charitable purpose including repayment of loan taken for construction of orphan home Rs. 360000. Compute taxable income of the trust.

27. What are the consequences of Best Judgement Assessment?

28. Describe the procedure for assessment of AOP & BOI.

**(6 × 4 = 24 Marks)**

**Part D. Answer any *two* questions. Each carries *fifteen* marks.**

29. Mr. Lakshmanan furnishes you the following details of income. Calculate his tax liability for the assessment year 2024-25.

Salary for the previous year	₹5,14,000
Interest on listed securities (gross)	₹3,000
Interest on Govt. securities	₹3,000
Income from house property (computed)	₹20,000
Long term capital gain	₹40,000
Short term capital gain	₹10,000
Dividend from Indian company (gross)	₹4,000
Income from units of Mutual fund (gross)	₹7,000
Paid insurance premium	₹6,500
Deposited to PPF	₹30,000

30. A domestic company in which public have substantial interest submits the following particulars of income for the previous year ended 31-3-2024

Profit of business after deduction of donation to approved charitable institution	₹1,30,000
Donation to charitable institution by cheque	₹30,000
Interest on Govt securities	₹10,000
Dividend from a domestic company (gross)	₹60,000
Long term capital gain	₹50,000
Book profit u/s 115JB	₹8,00,000

During the financial year 2023-24, the company deposited ₹15,000 in IDBI.

Compute the total income and tax liability of the company for the assessment year 2024-25.

31. Discuss the provisions of Income Tax Act relating to advance payment of tax.

**(2 × 15 = 30 Marks)**