

FIFTH SEMESTER BBA DEGREE EXAMINATION, NOVEMBER 2023
BBA
GBBA5B10T-INCOME TAX

Time: 2.5 Hours

Maximum: 80 Marks

SECTION A: Answer the following questions. Each carries *two* marks
(Ceiling 25)

1. What is Direct tax
2. Who is assessee?
3. Describe CBDT
4. What is a capital asset?
5. What is Gross Total Income
6. What is grossing up
7. What is relief under section 89
8. Who is a non-resident?
9. Describe the term block of assets
10. What is unrealized rent
11. What is perquisites
12. Describe deduction under section 80D
13. Mr Venu left to UK on 20 th May 2020 for the first time . He came back to India on 12 Th September 2022. Determine his residential status for the assesment year 2023- 24
14. The following are the details of a house owned by Kaur

Fair rental value	98000
Municipal value	100000
Monthly rent	9500
Municipal Tax	10% of Muncipal value
Compute Annual value	
15. Mr Kumar sold a building on 3 rd February 2023 for Rs 1500000 and paid a brokerage of Rs 30000/.He had acquired the asset on 15 Th may 2022 at a cost of Rs1200000. Compute capital gain

SECTION B: Answer the following questions. Each carries *five* marks
(Ceiling 35)

16. Mr Sanal had the following income during previous year 2022-23
 - A Profit from a business in France (controlled from India)Rs 200000
 - B Pension from former employer in India received in Dubai Rs 65000
 - C Income from agriculture in Srilanka brought to India Rs 45000

- D profit from business in Australia received in India Rs130000
- E Share of profit from a firm in India Rs 38000
- F Dividend from an Indian company Rs 28500
- G Income from house property in India received in Hongkong 148000
- H Income from Agriculture in India Rs 6000

Compute total income of Mr Sanal if he is a) ordinarily resident b) Not ordinarily Resident
C) Non Resident

17. Sri Arun is getting a pension of Rs 15000 p.m from a company. During the year He got three fourth of his pension commuted and received Rs 630000. Compute the exempted amount of commuted pension

18. From the following details of house owned by Sumesh calculate Annual Value

Municipal value	80000
Fair rental Value	78000
Standard rent	75000
Actual rent	82000
Municipal tax (50% paid by tenant) 10% of municipal value.	

19. Mr Mohan had acquired a house property on 15 th July 2005 at a cost of Rs200000. On 10Th January 2023 he sold the house for Rs1900000/ and paid a brokerage of Rs 23000. Compute capital Gain (CII 2005_06 117, 2022-23 331)

20 What is Unabsorbed depreciation .How is it treated in calculation of business income

21. Compute income from other sources of Mrs Jeena

A Income from Royalty (expenses Incurred 3000)	30000
B Agriculture income in Africa	18000
C Rent from Subletting(rent paid 4000)	9500
D Dividend from Domestic company	22000
F Tax free Interest on Debentures	48000
G Remuneration from Lectures	20000

22 Describe incidence of tax

23 Mr Aravind a bank employee works in Mumbai gives the

following particulars of income

Basic pay 150000

DA as per terms of employment 30000

Commission @3% on turnover basis ,turnover 500000

H RA received 30000

Rent paid during the year 45000

Compute Taxable H R A

. SECTION C: Answer any two questions (2 × 10 =20 Marks)

24 Mr Raj is a central Government employee in a small Town Where population is less than 10 Lakh . His monthly salary during the financial year 2022-23 is as follows

Basic salary Rs 30000 per month

Dearness pay Rs 7600per month

He contributes 10% of his salary to PF

Interest credited to his balance in provident fund @10% is 35000

Entertainment allowances Rs 800 per month

Licence fee for accommodation @ Rs 1500 per month

He received a dividend from Co operative society Rs 10000/

He donated Rs 15000 during the year to National illness assistance Fund

He sold a building for 1000000 which he purchased during 1996 for Rs 600000 and Fair market value of which in the year 2001 was Rs 800000

Compute Taxable income assuming that he had paid Rs 2500 as professional tax during 2022-23

25 Mr Richard informs you that the net profit as per his profit and loss account is Rs 444000/- after following debits and credits

DEBITS

1 Opening stock Rs 40000 its actual value is only	37000
2 Provision for taxation	24000
3 Bad-debts written off	6000
4 Provision for bad debts	3000
5 Staff welfare fund	7000
6 sales tax	8000
7 Interim Dividend	17000
8 Transfer to reserve	35000
9 Patents purchased on (1-7-2022)	200000

CREDITS

1 Discount received	8000
2 Interest on fixed deposit	30000
3 Bad debts recovered (not allowed earlier)	8000
4 Dividend received	30000
5 Interest on investment	26000

Calculate business income

26 Mr Ahmed bought 8000 shares of a company in July 2005 at accost of Rs 100 each He was allotted bonus shares in ratio of 1:1 in 2008-09 and again in the ratio of 1:2 in 2011-12 . In January 2023, he sold all shares @Rs 250 per share .Compute taxable cpital gain if C I I in 2005- 06 is 117 2008-09 is 137 and 2011-12 is 184 assuming that shares were not sold through a recognised stock exchange

27 Define Perquisites and how are they classified