

Semester: IV

Duration: 2 Hours

Max Marks: 80

Instructions:

1. *Question No. 1 is compulsory*
 2. *Answer any 3 questions from the remaining questions*
 3. *Show important working notes as fair work*
 4. *Figures to the right indicate marks allotted*
-
-

1. **A.** Mr. Hulk was born in undivided India on July 5, 1945. He has settled down in USA since 1995. He came to India on January 1, 2016 and started working in a foreign company in Goa. He went to USA on March 31, 2018 and came back to India on April 1, 2019. He went to Mexico on April 30, 2020 and returned to India on November 1, 2020 and started working again. Determine his residential status for the Assessment Year 2021-22. **(5 Marks)**

B. Mr. Ironman, aged 50 years, with 50% disability provides following information for the previous Year 2020-21

- a) Gross Total Income - ₹ 7,50,000
- b) Deductions under Chapter VI-A
 - a. U/S 80 C - ₹ 1,50,000
 - b. U/S 80 U - ₹ 75,000
 - c. U/S 80 G - ₹ 25,000

Calculate Total Tax Payable for the Assessment Year 2021-22. **(5 Marks)**

C. Mr. Antman, aged 50 years paid medical insurance premium of ₹ 25,000 during the previous year 2020-21 to insure his health as well as health of his spouse. He also paid medical insurance premium of ₹ 45,000 during the year to insure the health of his father aged 72 years, who is not dependent on him. He contributed ₹ 3,600 towards health insurance premium of his daughter who is dependent on him and ₹ 2,000 for his son who is not dependent on him during the year. He has incurred ₹ 3,000 in cash on preventive check-up of himself and his spouse and ₹ 4,000 for his father's preventive health check-up. Compute the deduction allowable under section 80 D for the Assessment Year 2021-22. **(5 Marks)**

D. Ms. Captain Marvel is a senior executive of Zara Ltd., in Mumbai. She provides the following particulars for the Previous Year 2020-21.

Basic Salary ₹1,00,000 per month,

Dearness Allowance ₹50,000 per month,

House rent allowance ₹20,000 per month.

Commission ₹ 5,000 per month

She paid rent of ₹22,000 per month from 1st May, 2020 till 31st December, 2020. Thereafter she purchased a new house and started staying in her own house. Dearness Allowance is considered for calculating all the retirement benefits. Compute the amount of taxable House Rent Allowance for the Assessment Year 2021-22. **(5 Marks)**

2. Mr. Black Panther, 33 years of age an Indian resident, provides the following details for the previous year 2020-21: **(20 Marks)**

Particulars	₹
Basic Salary (Net, after TDS)	5,00,000
Dearness Allowance	50,000
Dearness Pay	30,000
Professional Tax paid and reimbursed by the employer	1,500
Tax Deducted at source	1,50,000
Conveyance Allowance received	5,000 pm
Spent on travel for official work	4,500 pm
Entertainment Allowance received	1,000 pm
Entertainment expenses	800pm
Provided car for personal and office use, the perquisite value being	50,000
Children Education Allowance (₹250 per month per child for 3 children)	9,000
Children Hostel Allowance received (₹200 per month per child for 3 children)	7,200
Allowance received to pay assistant at workplace	1,000pm
Paid assistant	1,200pm
Employer's contribution to Unrecognised Provident Fund	25,000
Employee's contribution to Unrecognised Provident Fund	25,000
Interest credited to this fund @ 11.5%	11,500
Perquisite value of free domestic servant provided	9,600
Uniform Allowance	2400
Amount actually spent on uniform maintenance	1,200
Income from Other Sources	1,50,000
Income from House Property	(90,000)
Paid life insurance premium (Policy issued on 01/04/2015, Sum Assured ₹ 50,00,000)	50,000

He paid ₹ 1,20,000 (including principal of ₹ 90,000) towards loan taken for higher studies of his daughter pursuing master Degree in India

Deposited in his PPF A/c	10,000
Donation to Swach Bharat Kosh	5,000
Donation to Prime Minister Drought Relief Fund	5,000

Compute the Total Taxable Income of Mr. Black Panther for the Assessment year 2021-22.

3. A. From the following information of Mr. Hawkeye, 30 years of age, compute his taxable income for the Assessment Year 2021-22 assuming that he is (i) Resident but not ordinarily resident and (ii) Non-Resident in India. **(10 Marks)**

Particulars	₹
a) Profit on sale of plant in London (one-half received in India)	2,00,000
b) Profit on sale of plant in Delhi (one-half received in Delhi)	1,56,000
c) Interest on UK development bonds received in London	60,000
d) Profits from business in Australia but managed from Mumbai	1,75,000
e) Technical fees from Marvel Ltd. (an Indian company) in Germany for advice given by him in respect of project situated in Iran	1,17,000
f) Interest on German Development Bonds (2/5 th is received in India)	90,000
g) Past untaxed profits of 2018-19 brought to India in 2020-21	1,50,000
h) Pension from former employer in India, received in Nepal	2,20,000
i) Income earned from business in Kampala (Uganda) which is controlled from Delhi. (₹ 20,000 received in India)	80,000

- B. Mr. Spiderman, an Indian resident suffering from 50% disability earns a salary of ₹ 10,20,000 during the P. Y. 2020-21. **(10 Marks)**

He makes following investments/ expenditures by cheque during the year:

- Repayment of principal amount of Housing Loan to Bank of India ₹ 65,000
- Own contribution to Recognised Provident Fund ₹ 48,000
- Insurance Premium paid on self and life of his married daughter ₹ 10,000 and ₹ 18,000 respectively.
- Contribution to NPS ₹ 50,000
- Employer contributed ₹ 90,000 towards NPS
- Paid premium towards medical insurance policy of his daughter who is a LIC agent - ₹ 5,000, himself and spouse - ₹ 10,000 and his dependent brother - ₹ 6,000.

- g) Donated clothes worth ₹ 5,000 to an Orphanage in Margao.
- h) Donated ₹ 8,000 via cheque to Indira Gandhi Memorial Trust
- i) Interest of ₹ 12,000 received from Savings Bank Account

Compute the amount of deduction eligible u/s 80 C for the Assessment year 2021-22.

4. Answer in short, **any four** of the following in relation to Income Tax Act: **(4X5=20 Marks)**
- a) Definition of 'Previous Year'.
 - b) Definition of 'Person'.
 - c) Deduction for Profession Tax u/s 16(iii)
 - d) Basis of charge of salary income u/s 15
 - e) Deduction u/s 80E
 - f) Deduction u/s 80D
5. Answer in short, **any four** of the following in relation to Income Tax Act: **(4X5=20 Marks)**
- a) Definition of 'Assessee'.
 - b) Definition of 'Business'.
 - c) Exemption in relation to income of minor child
 - d) Deduction for Entertainment Allowance u/s 16 (ii)
 - e) Deduction u/s 80CCD (1) and 80CCD (1B)
 - f) Deduction u/s 80 U
6. Answer in short, **any four** of the following in relation to Income Tax Act: **(4X5=20 Marks)**
- a) Definition of 'Assessment'
 - b) Scope of Total Income u/s 5 in case of an individual
 - c) Exemption in respect of Leave Travel Concession in India u/s 10(5)
 - d) Exemption u/s 10 (11)(12)
 - e) Deduction u/s 80CCD (2)
 - f) Deduction u/s 80TTA

***** ALL THE BEST*****