

**SYBCOM Semester End Assessment (Regular/Repeat)**

APRIL/MAY 2023

**Course Title: INCOME TAX**

**Course Code: UCOC109**

**Category: Core Course**

**Semester: IV**

**Duration: 2 Hours**

**Max Marks: 80**

**Instructions:**

- **Question No. 1** is compulsory.
- Attempt **ANY 3** questions from Question no. 2 to Question no. 6.
- Each question carries **20 marks**.
- Mention working note required wherever necessary.

Q1. A) Mr. Lion was born in U.K in the year June 1985. He came to India for a first time on 1<sup>st</sup> April 2013 and started business in India. He went back to the U.K on 10<sup>th</sup> August, 2020. He again came back to India on 14<sup>th</sup> November, 2021 and returned to his country U.K on 28<sup>th</sup> January 2022. Determine his residential status for the Assessment year 2022-23. **(5 Marks)**

B) Ms. Koyal, working in Department of Finance, Govt. of India at Chennai provides you with the following information for the Assessment Year 2022-23:

Basic salary ₹ 60,000 per month

Dearness allowance ₹ 32,000 per month

House rent allowance ₹ 18,000 per month

Arrears of salary on account of promotion ₹ 70,000

She paid rent of ₹ 14,000 per month for a house at Chennai.

Dearness allowance is considered for all retirement benefits

Compute her amount of taxable House Rent allowance. **(5 Marks)**

C) on April 1<sup>st</sup>, 2021, Mr. Tiger owns 5 heavy goods vehicle (3 vehicles of 13 tons gross weight and 2 vehicles of 15 tons gross weight) and 5 light goods vehicles. On June 10, 2021, he sold one heavy goods vehicle (13 tons). Depreciation per vehicle on heavy vehicles is ₹ 8000, and on light vehicle ₹ 5000.

Find out his net income from business of goods carriage for A.Y. 2022-23 u/s 44AE.

**(5 Marks)**

D) Mr. Dhoot is a sales manager in a company and his total income from all the sources is ₹ 9,20,000. He has contributed ₹ 56000 u/s 80C, 30,000 u/s 80D. Calculate the amount of tax payable by Mr. Dhoot for the Assessment Year 2022-23. **(5 Marks)**

Q2. Ms. Saman aged 50 years is working as a Accountant in PWD Department furnishes the following information for the year ended 31<sup>st</sup> March 2022: (20 Marks)

Particulars	₹
Basic salary	65,000 p.m.
Dearness allowance	32,000 p.m.
Bonus received	22,000
Advance salary	12,000
Perquisite value of car	2,300
Entertainment allowance received	3,500 p.m.
Education allowance ₹ 400 p.m. for 3 children	14,400
Professional tax paid by the employer	2,000
Conveyance allowance received	2,300 p.m.
Actually spent as conveyance	2,400 p.m.
Uniform allowance received	1,800 p.m.
Actual expenditure incurred for uniform	1,500 p.m.
Hostel expenditure allowance ₹ 600 p.m. for 3 children	21600
Perquisite value of rent free accommodation	8,000
Employee contribution to NPS	56,000
Employer contribution to NPS	62,000
Medical insurance premium paid for the health of his husband (55 years)	35,000
Medical insurance premium paid for the health of her independent children	20,000
Donation to Prime Minister CARES Fund	22,000
Contribution to PPF	30,000

Calculate the taxable income and Tax payable of Ms. Saman for the A.Y. 2022-23

Q3. Mr. Tom is the owner of Jerry industries particulars of which for the year ended 31<sup>st</sup> March 2022 is as follows:

Particulars	₹	Particulars	₹
To salary to staff	4,20,000	By Gross profit	7,20,000
To rent paid	80,000	By Dividend received	5,000
To commission	25,000		
To provision for debts	6,000		
To depreciation	12,000		
To LIC premium paid for self	6,000		
To advertisement	25,000		
To bonus to staff	23,000		
To salary to Tom	17,000		
To net profit	1,06,000		
	7,25,000		7,25,000

Additional information:

1. Depreciation as per income tax rules in ₹ 15,000
2. Salary paid to staff includes ₹ 60,000 paid to his wife which is unreasonable to the extent of ₹ 30,000
3. Advertisement expenses includes advertisement given in political souvenir ₹ 6,000
4. 50% of the rent paid is for his personal house.
5. He has paid medical insurance premium of ₹ 28,000.
6. Donation to Prime Minister Relief Fund ₹ 12,000
7. Contribution to Recognised Provident Fund ₹ 35,000
8. Income from House property is ₹ 3,40,000
9. Income from other sources (including dividend) is 2,80,000

Calculate the amount of Taxable Income and tax liability of Mr. Tom for the A.Y. 2022-23. **(20 Marks)**

Q4. Write short note on **ANY FOUR** of the following **(4 x 5 =20 Marks)**

- a) Assessee- u/s 2(7)
- b) Gratuity-u/s 10(10)
- c) Entertainment allowance u/s 16(ii)
- d) Section 44AD
- e) Interest on Loan taken for Education u/s 80E

Q5. Answer **ANY FOUR** of the following: **(4 x 5 =20 Marks)**

- a) Leave Travel Concession - u/s 10(5)
- b) Salary u/s 17 (1)
- c) Professional tax u/s 16 (iii)
- d) Section 37(1) - General Deduction
- e) Deduction in respect to Medical insurance premium paid u/s 80D

Q6. Answer **ANY FOUR** of the following: **(4 x 5 =20 Marks)**

- a) Scope of Total Income u/s 5
- b) Perquisites u/s 17(2)
- c) Interest on borrowed capital u/s 36 (1)(iii)
- d) Contribution to National Pension System(NPS) u/s 80CCD
- e) Deduction in respect of person with Disability u/s 80U