



Maximum

Avinashilingam Institute for Home Science and Higher Education for Women

(Deemed to be University under Category 'A' by MHRD, Estd. u/s 3 of UGC Act 1956)

Re-accredited with 'A++' Grade by NAAC. Recognised by UGC Under Section 12B

Coimbatore - 641 043, Tamil Nadu, India

Continuous Internal Assessment Test - I August 2024

III Semester

Class: II UG

Course: B.Com (PA)

Time: 2 Hours

Max. Marks: 60

23BCPSE1A Direct Tax Laws

Course Outcome

- CO1: Comprehend the concepts of taxation, including assessment year, previous year, assessee, person, income, total income, agricultural income and determine the residential status of persons
- CO2: Compute income under different heads, applying the charging provisions, deeming provisions, exemptions and deductions
- CO3: Apply the clubbing provisions and provisions relating to set-off and carry forward of losses to determine the gross total income
- CO4: Calculate the tax liability of the Individual and HUF as well as deductions from gross total income and determine the total income of an individual and HUF
- CO5: Comprehend the provisions relating to filing of return of income.

PART-A

Answer the following

(6 x 1=6)

1. Representative assessee can also be referred as CO1 : K1
 a) Deemed assessee b) Ordinary assessee c) Assessee in default d) Foreign assessee
2. The term "Previous year" means CO1 : K1
 a) Financial year b) Financial year before the assessment year c) Calendar year d) Accounting year
3. Dearness allowance is taxable in case of CO2 : K1
 a) Private employees b) Government employees c) Semi-Government employees d) All employees
4. The Provisions relating to the income from house property are prescribed in the section CO2 : K1
 a) 16-21 b) 28-32 c) 36-42 d) 22-27
5. Income from illegal business is CO3 : K1
 a) Fully taxable b) Partially taxable c) Fully exempted d) Partially exempted
6. Which of the following expenditure is not allowed as deduction while computing business income? CO3: K1
 a) Rent b) Donation c) Entertainment d) Salary

PART - B

Answer the following questions
(Answer should not exceed 400 words)

3x6 =18

7. a) Explain the Canons of Taxation. CO1: K2
 (or)
 b) Define Agricultural income according to Income Tax Act 1961 and explain its taxability. CO1: K3
8. a) Define salary and report the basis of charging tax under the head salary. CO2: K2
 (or)
 b) Mr. Manu is employed at Pune on a salary of Rs.35,000 per month. The employer is paying H.R.A of Rs.9,000 per month but the actual rent paid by Mr. Manu is Rs.15,000 per month. He is also getting 2% commission on turnover achieved by him and the turnover is Rs.50,00,000. Calculate his Gross salary. CO2 : K2
9. a) Explain the concept of Business Income. CO3 : K3
 (or)
 b) Define Compensation and explain the provisions relating to its taxability. CO3 : K3

PART-C

Answer the following questions

(3x12=36)

10. a) Mr. Raghu was in India for 182 days in the previous year 2023-2024. Determine his residential status for the P.Y. 2023-2024 on the assumption that during the financial years of 2010-2011 to 2022-2023, he was available in India as mentioned below: CO1: K3

Financial Year	No. of Days of Physical stay	Financial Year	No. of Days of Physical stay
2010-2011	36 days	2017-2018	120 days
2011-2012	8 days	2018-2019	49 days
2012-2013	6 days	2019-2020	181 days
2013-2014	61 days	2020-2021	40 days
2014-2015	180 days	2021-2022	59 days
2015-2016	20 days	2022-2023	57 days
2016-2017	45 days		

(or)

- b) Define Exempted Income and briefly explain any 15 exempted incomes specified under section 10.

CO1 : K3

11.a) Ms. Anu is employed at Delhi at a basic salary of Rs.25,000 p.m. and she is provided with the following allowances:

	Rs.
1. Dearness Allowance	5,000 p.m.
2. Lunch Allowance	2000 p.m.
3. Transport Allowance	1,000 p.m.
4. Education Allowance @ 200 p.m. per child for four children	
5. Hostel Allowance to one child	500 p.m.
6. Overtime Allowance	2,000 p.m.
7. Cash Allowance	2,000 p.m.
8. Entertainment Allowance	2,000 p.m.
9. Medical Allowance	800 p.m.
10. Capital Compensatory Allowance	600 p.m.
11. House Rent Allowance	5,000 p.m.
12. Officiating Allowance	1,000 p.m.

She is having a family house at the place of her posting but she is living in a rented house and is paying a rent of Rs.7,000 p.m. Find out her gross salary:

a) If she opts to be taxed under old tax regime

b) If she opts to be taxed u/s 115BAC (1A) or does not select any option.

CO2 : K3

(or)

b) Enumerate the Determinants of Annual value of House Property.

CO2 : K3

12.a) Discuss about the various forms of incomes chargeable to tax under the head Business or Profession.

CO3 : K3

(or)

b) Explain the list of deductions applicable to the profits under the head "Profits and Gains of Business or Profession".

CO3 : K3

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