



**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. Recognized by UGC Under Section 12B

Coimbatore - 641 043, Tamil Nadu, India

**Continuous Internal Assessment Test II – October 2024**  
**Semester III**

**Class : II UG**  
**Major : B.Com (PA)**

**Time: 2 hours**  
**Maximum Marks: 60**

**23BCPSE1A – Direct Tax Laws**

- CO1:** Comprehend the concepts of taxation, including assessment year, previous year, assesses, 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 x1=6)**

1. Contribution to National Laboratory is eligible up to a deduction of **CO3 : K1**  
a) Up to 100 % b) Up to 50% c) Up to 125% d) Up to 150%
2. Financial asset is referred as short term asset if it is held for not more than **CO3 : K1**  
a) 24 months b) 12 months c) 36 months d) 48 months
3. Short term capital loss can be set off against **CO4 : K1**  
a) Short term capital gain b) Long term capital gain c) Any capital gain d) Any head of income
4. Percentage of Health and Education Cess for the Previous Year 2023-2024 is **CO4 : K1**  
a) 1 % b) 2 % c) 3 % d) 4 %
5. Tax Deducted at Source is made by **CO5 : K1**  
a) Employer b) Employee c) Government d) Income Tax Department
6. E-filing of return in case of an office of the Government/company and a firm whose accounts are liable to be audited is **CO5 : K1**  
a) Mandatory  
b) Optional  
c) Mandatory when its income exceeds Rs. 5,00,000  
d) Mandatory when its income exceeds Rs. 10,00,000

**PART – B**

**Answer the following questions**

**(3x6 =18)**

**(Answer should not exceed 400 words)**

7. a) Explain the general deductions allowed while computing income from business or profession. **CO3: K2**  
(or)  
b) State whether the following expenses are admissible or not admissible while calculating income from business: **CO3: K3**  
i) Compensation paid to an undesirable employee for retrenchment of his service.  
ii) Commission paid for securing orders for the business.  
iii) Penalty paid to custom authority for violating rules.  
iv) Brokerage paid for raising loan.  
v) Professional tax levied by local authority.  
vi) Revenue expenditure on scientific research.
8. a). Explain the concept of Revocable Transfer of Assets. **CO4: K2**  
(or)  
b) List out the Incomes of other persons to be included in the computation of total income of an individual. **CO4: K2**
9. a) Describe the features of Tax Deducted at Source. **CO5: K3**  
(or)  
b) .Write a note on Online filing of Income tax returns. **CO5: K3**

**PART-C**

**Answer the following questions  
(Answer should not exceed 800 words)**

**(3x12=36)**

10.a) Explain the types of Capital Assets.

(or)

b) Enumerate the General Incomes covered under the head "Income from Other Sources"

**CO3: K3**

**CO3 : K3**

11.a) Discuss about the Provisions relating to Set-off of Losses.

(or)

b) The total income of an individual (45 years old) computed under the normal provisions of Income Tax Act is Rs.10,00,000. However the 'adjusted total income' of the individual is amounted to Rs.30,00,000 [computed as per section 115 JC (2)], Calculate the final tax liability of the individual for assessment year 2024-2025 under old tax regime.

**CO4 : K3**

**CO4:K3**

12.a) Mr.Santhanu furnished the following details regarding his income during the previous year 2023-24.

**CO5 : K3**

- I. Gross salary before standard deductions Rs. 10,00,000
- II. Contribution to RPF Rs.60,000
- III. LIC Premium (Policy Rs.2,00,000 taken in 2017) Rs.30,000
- IV. Medical Insurance premium on his own life Rs.15,000

Compute his total income from salary liable to TDS and monthly amount to be deducted from his salary.

(or)

b) Explain the procedures relating to online filing of returns for specified assesses.

**CO5: K3**

**No of Copies: 58 + 58**