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K19U 2306



Reg. No. :

Name :

V Semester B.Com. Degree (CBCSS-Reg./Sup./Imp.)

Examination, November - 2019

(2014 Admn. Onwards)

CORE COURSE

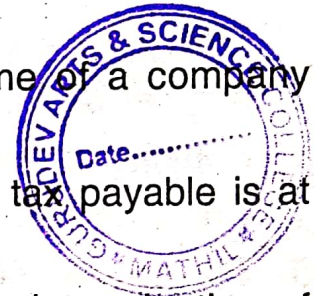
5B13 COM : INCOME TAX LAW & PRACTICE - II

Time : 3 Hours

Max. Marks : 40

PART - A**Answer all questions. Each carries ½ mark.****(4 × ½ = 2)**

1. The present Chairman of CBDT is _____
2. Surcharge @ 12% is charged when the total income of a company exceeds _____.
3. Advance payment of tax is applicable only when the tax payable is at least _____.
4. _____ means computation of total income and determination of tax payable.

**PART - B****Answer any four questions. Each carries one mark.****(4 × 1 = 4)**

5. What is meant by Clubbing of income?
6. What is "POEM"?
7. Define a widely-held company.
8. Mention the income tax rates applicable to a Co-op. Society for the AY 2019-20.
9. What is re-assessment?
10. Who can be a partner of a firm?



PART - C

Answer any six questions (not exceeding one page). Each carries three marks. (6 × 3 = 18)

11. Mention any six powers of CBDT.
12. What are the provisions regarding set off of the following losses:
 - a) Long term capital loss.
 - b) Short term capital loss.
 - c) Speculation loss.
13. Explain the provisions regarding the treatment of a firm's brought forward losses.
14. Mr. Singh is disabled. He is employed in a bank in Pune. His particulars of income for the previous year 2018-19 are:

Salary income (computed)	:	Rs. 6,65,000
Interest on Fixed Deposit	:	Rs. 20,000
Donation to National Defence Fund	:	Rs. 9,500 (paid by cheque)

Compute total income of Mr. Singh for the AY 2019-20.
15. The taxable income of Mr. Ranganath is Rs: 9,17,000 from business and Rs: 65,000 from house property for the A Y 2019-20. His wife is also employed and is getting a salary of Rs,16,500 per month. Compute his tax liability for the A Y 2019-20.
16. The book profit of ABC Co. Ltd. in the previous year 2018-19 computed in accordance with sec. 115JB of the Income tax Act is Rs.12,00,000. Its total income under the Income tax Act for the same period is computed at Rs: 4,50,000. Is the company liable to pay MAT? If yes, how much has to be paid?
17. A co-operative society in a college had the following incomes during the year ended 31.03.2019:

a) Income from merchandise business	:	46,000
b) Income from college canteen	:	19,000
c) Income from credit facilities given to members	:	9,500
d) Interest on Government securities	:	12,000



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- e) Dividend (Gross) on shares held in another Co-op. Society : 9,000
f) Taxable income from house property : 6,000

Determine the total income of the Society for the A Y 2019-20.

18. Mr. Khan is appointed at Kolkata. He stayed in a hotel for 25 days and thereafter shifted in a house provided by the employer. From the following information, determine the taxable value of stay in hotel:
- a) Room rent in hotel is Rs: 1,000 per day.
b) Salary for valuation of accommodation during the P Y Rs: 7,50,000.
c) The employer recovered Rs: 300 per day from Mr. Khan regarding stay in hotel.

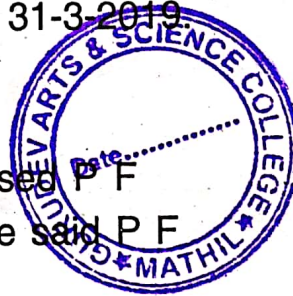
PART - D

Answer any two questions. Each carries eight marks. (2×8=16)

19. Mr. Alexander, an employee of a firm, furnished the following particulars of his income for the year ended 31-3-2019.

- | | |
|---|--------------|
| a) Basic Salary | Rs. 1,44,000 |
| b) Dearness allowance | Rs. 28,800 |
| c) Own contribution to Recognised P F | Rs. 20,160 |
| d) Employer's contribution to the said P F | Rs. 20,160 |
| e) Bonus | Rs. 12,000 |
| f) Interest on balance in Recognised P F (not exceeding the prescribed limit) | Rs. 14,000 |
| g) He was provided with a small car for which the employer paid all the running and maintenance cost. The car was used for personal as well as office uses. | |
| h) He was also provided with rent-free accommodation at Kolkata for which the employer paid a rent of Rs: 1,250 per month. He was allowed the use of one refrigerator and an air-conditioner costing Rs: 8,000 and Rs: 12,000 respectively while their written down values on 1-4-2018 were Rs: 4,500 and 7,000 respectively. | |

Compute the tax liability of Mr. Alexander for the AY 2019-20.





20. Mr. Rahim is a registered medical practitioner. He keeps his books on a cash basis, and his summarised cash account for the year ended 31st March 2019 is as under:

Balance b/d	1,22,000	Cost of Medicines	20,000
Loan from bank for private purposes	3,000	Interest on loan from bank	300
Sale of Medicines	35,250	Surgical Equipments	8,000
Consultation Fees	1,55,000	Car Expenses	6,000
Visiting Fees	24,000	Salaries	4,600
Rent from the property (not subject to local taxes)	3,600	Rent of Dispensary	1,600
Interest on Govt. Securities	4,500	General Expenses	300
		Personal Expenses	1,11,800
		Life Insurance Premium	3,000
		Motor Car	1,20,000
		Insurance of Property	200
		Balance c/d	71,550
	<u>3,47,350</u>		<u>3,47,350</u>

Compute his income from profession and house property for the A Y 2019-20 taking into account the following further information :

- One-third of motor car expenses are in respect of his personal use
- Depreciation allowable on the motor car and surgical equipments is @ 15%.

21. Explain briefly the different types of assessment.