

(Pages : 4)

J – 1360

Reg. No. : .....

Name : .....

**Fourth Semester B.Com. Degree Examination, March 2020**

**Career Related First Degree Programme Under CBCSS**

**2(a) – Commerce and Tax Procedure and Practice**

**Vocational Course V : CX 1471**

**INCOME TAX ASSESSMENT – I**

**(2018 Admission)**

Time : 3 Hours

Max. Marks : 80

**SECTION – A**

Answer **all** questions in **one** or **two** sentences each. **Each** question carries **1** mark.

1. Who is an assessee in default?
2. What is a tax return?
3. What do you mean by direct tax? Give an example.
4. What do you mean by surcharge?
5. What do you mean by assessment year?
6. What do you mean by LLP?
7. What is section 80 U of Income Tax Act stands for?
8. Who can be the Kartha of an HUF?
9. What do you mean by clubbing of income?
10. Who is responsible to file return of a partnership firm?

**(10 × 1 = 10 Marks)**

P.T.O.

## SECTION – B

Answer any **eight** questions in not exceeding **one** paragraph each. **Each** question carries **2** marks.

11. State the rule for assessing a firm when section 184 does not comply with
12. What are section 80 C stands for?
13. Who is an Assessee for income tax purpose?
14. How will you determine the residential status of a Body of Individuals?
15. State the rule for clubbing income of minor child with the income of parents.
16. What is the taxability of salary paid to members of HUF?
17. How will you calculate book profit of a firm?
18. What is the taxability of share of a member of AOP?
19. What do you mean by 'Relief' under income tax?
20. Who is a deemed assessee? Give an example.
21. What is the general rule for carry forward and set off of loss?
22. What do you mean by integration of agricultural income?

**(8 × 2 = 16 Marks)**

## SECTION – C

Answer any **six** questions in not to exceeding **120** words each. **Each** question carries **4** marks.

23. Elicit the different sections to be incorporated in a tax return.
24. How will you compute share of a Member of Association of Persons?
25. What is ITR 2? For whom this form is made applicable?

26. The particulars of income of Smt. Sandhya Gopal (age 62 years) for the previous year ended 31<sup>st</sup> March, 2019 are as under (in Rs.)
- Taxable income from the house property 27,000  
 Profits and gains of business 9,80,000  
 Capital gains in respect of Short-term Capital Assets 5,000  
 Capital loss in respect of Long-term Capital Assets being Buildings 20,000
- Find out the tax payable for the Assessment Year 2019-20.
27. Mr. Athul Raj sold sugar for Rs. 10,000. Processing costs Rs. 3,000 were incurred. The cost of sugarcane grown was Rs. 3,600. Market value of sugarcane was 5,000. Calculate his Income.
28. What nature of deduction is available under section 80 GG of Income Tax Act?
29. X, Y and Z are members of an Association of Persons. They share profit or loss equally During the previous year the income of AOP is Rs. 2,20,000 and the income of X, Y and Z Rs. 40,000, Rs. 5,10,000 and Rs. 5,20,000 respectively. Compute tax liability of AOP and X, Y and Z for the Assessment Year 2019-20.
30. Which incomes are not treated as family income of HUF for taxation purpose?
31. The following details have been supplied by the Karta of a Hindu undivided family. You are to compute the Gross Total Income and the Total Income of the family for the Assessment Year 2019-20.

	Rs.
Salary received by a member of the family from his service elsewhere	3,00,000
Profits from business	6,50,000
Director's fees received by the Karta by his personal exertion	76,000
Annual Rental Value of the property let	62,000
Municipal Taxes paid	7,000
Dividends	5,000
Long term capital gains	30,000
Donations to an approved charitable institution by cheque	70,000
Share of Profit from a firm	80,000

**(6 × 4 = 24 Marks)**

SECTION – D

Answer any **two** questions in not exceeding **4** pages each. **Each** question carries **15** marks.

32. The total income of a firm in which A, B and C, the partners share profits and losses in the ratio of 1:2:3, was as per P&L A/c Rs. 1,31,800 for the previous year 2018-19. In computing the total income of Rs. 1,31,800, the following have been debited to the P&L A/c : Salaries of Rs. 1,30,000 and Rs. 1,20,000 to A and B respectively. Interest on capital calculated @ 20% of Rs. 3,500, Rs. 14,000 and Rs. 10,500 to A, B and C respectively. Bonus to C Rs. 15,000. Commission of Rs. 5,000, Rs. 12,500 and Rs. 17,500 to A, B and C respectively. C had borrowed capital for his investment in the firm and had paid interest of Rs. 7,500 to the lender. Compute the total income of the firm and taxable income of the three partners. All are working partners. The firm fulfils the conditions of Sec. 184.
33. From the following information compute tax payable by Sri. Mohan Sarma for the Assessment Year 2019-2020:

	Rs.
1 Income from House Property (computed)	80,000
2 Interest on Government Securities	10,000
3 LTCG u/s 112	50,000
4 Income from Business	10,55,000
5 Agricultural Income	1,00,000
6 Amount withdrawn from Public Provident Fund	50,000
7 Purchased N.S.C. VIII Issue	50,000
8 Deposited in PPF	60,000
9 Subscription to eligible issue of capital	35,000

34. Examine the circumstances under which quoting of PAN is quiet compulsory.
35. Examine the important deductions available to an individual assessee while calculating total income

**(2 × 15 = 30 Marks)**