

MES Asmabi College, P Vemballur  
BCom CA-V Semester  
Income Tax Law & Accounts -Internal Score Sheet  
Name of the Student- Greeshma T G

Course code	Course Name	Course Category	Credit
BCM5B09	Income Tax Law and Accounts	Core	4

### Preamble

To impart basic knowledge and equip students with application of principles and provisions Income - tax Act, 1961 amended up to date.

**Module I-** Basic Concepts: Income - Agricultural income - Person - Assessee - Assessment Year - Previous Year - Gross total income - Total income - Maximum marginal rate of tax - Residential status - Scope of total income on the basis of residential status –Exempted incomes.

**Module II-** Computation of Income under Different Heads: Salaries - Allowances - Perquisites -Profit in lieu of salary - Gratuity – Pension.

**Module III -** Income from house property: Annual Value of House property - Computation under different circumstances - Deduction from annual value.

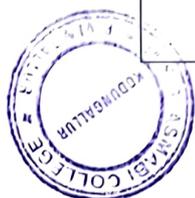
**Module IV-** Profits and Gains of Business or Profession: Definition - Computation - Allowable expenses and non-allowable expenses - General deductions - Provisions relating to Depreciation.

**Module V-** Capital Gains: Definition of Capital Assets - Long term and Short term - Transfers - Cost of acquisition - Cost of improvement - Exempted Capital gains. Income from Other Sources: Definition– Computation.

### Course Outcomes

On the successful completion of the course, students will be able to

CO Number	CO Statement	Knowledge Level
CO1	To equip the students with basic concept of Income Tax, Residential Status	K2 and K3 Level
CO2	To get the idea about the calculation of income under the head Salary	K4 Level
CO3	To provide insight to calculate income from house property	K4 Level
CO4	To aware about the profit and gains of business or profession	K3 Level
CO5	To know the capital gains and calculation of income under capital gain and Income from other sources	K4 Level



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### Programme Outcome

PO 1. Critical Thinking: Develop the ability to completely evaluate new ideas, research findings in evaluation to business and commerce related issues.

PO2. Communication Skills: Ability to communicate ideas effectively in both written and oral formats develops communicate business analysis to the static holder and clean effective and appreciate manner.

PO3. Team Spirit: Work collaboratively and productively in group.

PO4. Social Responsibility: Recognize and understand the ethical and moral responsibility of the individuals and organization in society.

PO5. Global Citizen: Evolve into a global citizen who understands the duties for the welfare of our society and country.

PO6. Managerial Skills: Ability to complete knowledge into performance makes business decision through capability to interact and motivate and understand concept, develop ideas and implement strategies.

PO7. Employability: Prepare students for employment in various fields like chartered accountancy, company secretary, banking sector, business management etc.

### Mapping with Programme Outcome

COs/POs	PO1	PO2	PO3	PO4	PO5	PO6	PO7
CO1	√	√			√	√	
CO2		√					
CO3		√	√				
CO4		√		√			
CO5		√					√

### Programme Specific Outcome

PSO1 .Study of this program helps to acquire knowledge both in commerce and Computer software applications

PSO 2. Programme enables the students to gain theoretical and problem solving ability of the students.

PSO 3. Know and apply various management concepts to solve the real world problems.

PSO4. Business software applications courses like Tally will enable the students to start a small software business.

PSO5. Helps to facilitate the students to join professional courses CA, ICWA,CS etc



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PSO.6 This program courses consist of both theoretical as well as good practical exposures to the students in the relevant areas to meet the industrial expectations.

**Mapping with Programme Specific Outcome**

COs/POs	PSO1	PSO2	PO3	PO4	PO5	PO6
CO1	√			√		
CO2	√	√				√
CO3					√	
CO4			√			√
CO5	√			√		



  
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**MES ASMABI COLLEGE, P VEMBALLUR**  
**BCOM DEGREE INTERNAL EXAMINATIONS, OCTOBER -2023**

**Branch: BCom**

**Semester :V**

**Course Title :Income Tax Law and Accounts Course Code : BCM5B09**

**Time :2h**

**Maximum: 60 Marks**

<b>Section - A</b>		
<b>Answer ALL questions. Each Question Carries TWO marks</b>		
Q.No.	Question	Knowledge Level
1	Name different types of residential status.	K1
2	Fair rent- Rs.28,000 per annum, Standard rent- Rs.20,000, Municipal rent- 30,000, How you calculate Expected rent.	K2
3	Compare Previous Year and Assessment Year?	K2
4	Who is an assessee.	K1
5	Write a note on tax-free Perquisites.	K2
6	Name three expenses allowed as business expense.	K1
7	What is the meaning of unrealised rent?	K1
8	What is the meaning of Salary?	K1
9	Explain sec 16.	K2
10	Explain vocation.	K2
<b>Section - B</b>		
<b>Answer any FOUR questions. Each Question Carries FIVE marks.</b>		
11	Examine the difference between STCG and LTCG.	K4
12	From the following particulars of Nagaraj, compute the taxable HRA. Basic Salary- Rs.60,000 p.m. DA Rs.10,000 p.m. HRA received- Rs.8,000 p.m. Actual rent paid Rs.12,000 p.m.	K3
13	Mr. Amar was employed in a company. He retired from service on 1 <sup>st</sup> December 2022 after a service of 25 years. His salary at the time of retirement was 12,000 p.m. He availed 10 months leave during his service. Compute the taxable amount regarding encashment of earned leave, if the earned leave encashed is Rs. 4,80,000.	K3
14	Mr. Manu purchased a house in 2004-05 for Rs.9,04,000. It was sold in November 2022 for Rs.60,00,000. and purchased another house in December 2022 for Rs.30,00,000 Compute his taxable capital gains, if the CII for 2004-05 was 113 and for 2022-23 was 331.	K2
15	All incomes are not taxable. Extend.	K2
16	The following are the incomes of Mr. Mohan for the P.Y 2022-23: Income from HP in India-14,000 Income from HP in Canada received in India- 30,000 Income from business in Uganda deposited in a bank there-45,000 Profit from business in Indonesia deposited in a bank there, this business is controlled from India- Rs.1,00,000 Salary received in India, but services rendered in Iraq-54,000 Income from business in India controlled from Bangladesh-43,000 Compute Gross Total income of Mr. Mohan if he is (a) Resident (b) Non-resident.	K4
<b>SECTION - C</b>		



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17	Examine the different types of allowances.	K4																																																																
18	<p>Sri Ram, the proprietor of a flour mill, has prepared the following Profit &amp; Loss Account for the year ending 31st March, 2023. You are required to compute his income from business and his gross total income for the Assessment Year 2023-24.</p> <p style="text-align: center;"><b>Profit &amp; Loss Account</b></p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">To Trade Expenses</td> <td style="width: 10%; text-align: right;">450</td> <td style="width: 30%;">By Gross Profit</td> <td style="width: 10%; text-align: right;">2,35,900</td> </tr> <tr> <td>To Establishment Charges</td> <td style="text-align: right;">2,200</td> <td>By Dividends</td> <td style="text-align: right;">2,600</td> </tr> <tr> <td>To Rent, Rates &amp; Taxes</td> <td style="text-align: right;">1,400</td> <td>By Rent from HP</td> <td style="text-align: right;">500</td> </tr> <tr> <td>To Discount</td> <td style="text-align: right;">200</td> <td>By Bad debts recovered</td> <td style="text-align: right;">2,000</td> </tr> <tr> <td>To Income Tax</td> <td style="text-align: right;">700</td> <td colspan="2">(Allowed as a deduction in an</td> </tr> <tr> <td>To interest</td> <td style="text-align: right;">1,450</td> <td colspan="2">earlier year)</td> </tr> <tr> <td>To Postage Charges</td> <td style="text-align: right;">100</td> <td></td> <td></td> </tr> <tr> <td>To Gifts and Presents for Publicity</td> <td style="text-align: right;">125</td> <td></td> <td></td> </tr> <tr> <td>To Fire Insurance Premium</td> <td style="text-align: right;">250</td> <td></td> <td></td> </tr> <tr> <td>To Charities</td> <td style="text-align: right;">375</td> <td></td> <td></td> </tr> <tr> <td>To Donations</td> <td style="text-align: right;">400</td> <td></td> <td></td> </tr> <tr> <td>To Repairs</td> <td style="text-align: right;">250</td> <td></td> <td></td> </tr> <tr> <td>To Audit Fees</td> <td style="text-align: right;">250</td> <td></td> <td></td> </tr> <tr> <td>To Net Profit</td> <td style="text-align: right;">2,32,850</td> <td></td> <td></td> </tr> <tr> <td colspan="2" style="border-top: 1px solid black;"></td> <td colspan="2"></td> </tr> <tr> <td colspan="2" style="text-align: right;"><b>2,41,000</b></td> <td colspan="2" style="text-align: right;"><b>2,41,000</b></td> </tr> </table>	To Trade Expenses	450	By Gross Profit	2,35,900	To Establishment Charges	2,200	By Dividends	2,600	To Rent, Rates & Taxes	1,400	By Rent from HP	500	To Discount	200	By Bad debts recovered	2,000	To Income Tax	700	(Allowed as a deduction in an		To interest	1,450	earlier year)		To Postage Charges	100			To Gifts and Presents for Publicity	125			To Fire Insurance Premium	250			To Charities	375			To Donations	400			To Repairs	250			To Audit Fees	250			To Net Profit	2,32,850							<b>2,41,000</b>		<b>2,41,000</b>		K4
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19	<p>Compute taxable salary of Smt. Gopi Devi of Kanpur for the A.Y 2023-24 from the following particulars.</p> <p>His Basic pay -16,000 p.m. DA-4,000 p.m. (as per the terms of employment). Bonus-16,000 p.a. Entertainment allowance-Rs.1,000 p.m. Employers contribution to RPF is 30,000 p.a. Rent-free accommodation provided by the employer at Kanpur (population exceeding 25 lakh), Free usage of large motor car for both official and personal purposes. Driver is also provided by the employer.</p>	K4																																																																

(K1--Remembering Level, K2- Knowledge Level, K3-Application Level, K4-analysis Level, K5-Evaluation Level)



  
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ANSWER BOOK FOR INTERNAL EXAMINATION

Name of the Student: <u>Bineeshma Ter</u>	Roll No: <u>34</u>	
Programme: <u>III BCOM CA</u>	Semester: <u>5<sup>th</sup> Sem</u>	
Course / Paper: <u>Income Tax Law and Accounts</u>		
Date: <u>02/11/2023</u>	Additional Pages: <u>3</u>	Signature of Invigilator: <u>[Signature]</u>
Max. Marks: <u>60</u>	Marks Secured: <u>44</u>	Signature of Examiner: <u>[Signature]</u>

17) Allowances are the benefits provided by employer to his employees in consideration of his service -  
allowances are given over the salary.  
allowances are classified into three :-

- Taxable allowances
- Fully Exempted allowances
- Exempted / Taxable upto a specified limit.

a) Taxable allowances

1) Dearness Allowance (DA)

2) Dearness Pay (DP)

3) City Compensatory Allowance (CCA)

4) Fixed medical allowance.

5) Healthy allowance.

6) Dinner allowance

7) Deputation allowance.



[Signature]  
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