

**B. Com-III  
Income-Tax  
Paper-BC-301**

**Time:- 3 Hours**

**M.Marks-80**

Note :- Attempt Five questions in all selecting at least One but not more than Two questions from each unit. All questions carry equal marks.

**UNIT-I**

Q 1. Explain the following :-

- (i) Agricultural Income
- (ii) Assessment Year
- (iii) Income
- (iv) Tax Evasion
- (v) Tax Planning

Q 2. How is residence of assesses determined for income tax purposes? Explain the incidence of residence on tax liability.

Q 3. Ram an employee of a firm, furnished the undernoted particulars of his income for the year ended 31<sup>st</sup> March 2018

1. Basic Salary	1,44,000
2. Dearness Allowance	28,800
3. Own contribution to R.P.F.	20,160
4. Employer's contribution to above fund	20,160
5. Interest on Recognized Provident Fund (not exceeding the prescribed rate.)	14,000
6. Bonus	12,000

7. 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 purposes.
8. Ram was also provided with rent-free accommodation at Kolkata for which the employer paid a rent of ` 1,250 per month. Ram was allowed the use of one refrigerator and an air-conditioner costing ` 8,000 and ` 12,000 respectively while their written down values on 1.4.2017 were ` 4,500 and ` 7,000 respectively.
9. Life insurance premium of ` 12,000 was paid by Ram's employer on the insurance policy for ` 2,40,000 on Ram's life.

Compute Ram's taxable salary for the assessment year 2018-19.

Q 4. Mr. X is the owner of a house at Agra, particulars in respect of which for the year ended 31<sup>st</sup> March 2018 are as below:

1. Actual rent received	9,000
2. Municipal Valuation	8,400
3. Total Municipal Tax	1,260
4. Municipal Tax paid by Mr. X	840
5. Municipal Tax paid by the tenant	420
6. Interest on loan taken for renewing the house	300
7. Unrealised rent allowed in the A.Y. 2014-15	
recovered during the year	4,000

Compute Mr. X's Income from House Property for the A.Y. 2018-19.

## UNIT-II

Q 5. Explain clearly the deductions that are allowed in computing the income from business under the Indian Income Tax Act, 1961.

Q 6. Explain the following :-

- (i) Capital Asset.
- (ii) Formula of Computation of Long Term Capital Gain.
- (iii) Deduction u/s 80D and 80G.

7. Mr. Anil an ordinary resident in India, earned the following incomes during the Financial Year 2017-18 :-

1. Director's Fees	2,000
2. Income from Agricultural Land in Pakistan	5,000
3. Ground Rent for Land in Pathankot	10,000
4. Interest on deposits with IFCI	500
5. Dividend from Foreign Company	700
6. Winning from Race—Course	12,300
7. Interest on Securities	4,000

You are required to calculate the 'Income from Other Sources' of Mr. Anil for the Assessment Year 2018-19.

## UNIT-III

Q 8. Explain the provisions regarding set-off and carry-forward of losses under the various heads of income.

Q 9. What are the various authorities envisaged in the Indian Income Tax Law and what are their functions?

Q 10. Describe the procedure for filing an appeal to the Appellate Tribunal against the order of a Commissioner (Appeals).