

Roll No.

Total No. of Pages : 03

Total No. of Questions : 09

BBA (Sem.-4)
INCOME TAX ACT

Subject Code : BBA-405

M.Code : 71207

Date of Examination : 22-12-2022

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTION TO CANDIDATES :

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTION-B consists of FOUR Sub-sections : Units-I, II, III & IV.**
3. **Each Sub-section contains TWO questions carrying TEN marks each.**
4. **Student has to attempt any ONE question from each Sub-section.**

SECTION-A

1. Answer briefly :

- a) Briefly explain the difference between Allowances and Perquisites.
- b) Explain the difference between Capital and Revenue expense.
- c) Explain deduction u/s 80D.
- d) What is Standard deduction?
- e) Explain Tax relief in relation to dividend on mutual funds.
- f) Give four examples of Capital receipts.
- g) What is Income deemed to be received in India?
- h) Discuss Exempted income from House Property.
- i) Define the concept “*Net Total Income*”.
- j) Explain Not ordinarily resident.

SECTION-B

UNIT-I

2. Define agriculture income. Discuss the treatment of agriculture income under income tax act.
3. Discuss with examples, the incomes which are totally exempted from income tax.

UNIT-II

4. Mr. Kushal submits the following information regarding his salary income which he gets from KC Ltd.

Basic Salary - Rs. 15,000 pm

DA - 40% of Basic Salary

City Compensatory Allowance - Rs. 300 pm

Children Education Allowance - Rs. 400 pm (for 3 children)

Transport Allowance - Rs. 1,800 pm

Reimbursement of Medical Expenses - Rs. 25,000

HRA - Rs. 6,000 pm from 01.04.2020 to 31.08.2020

Rent Paid - Rs. 7,000 pm for a house in Delhi

Calculate the gross salary for the AY 2021-22

5. Explain the provisions dealing with income tax on House Property and solve the following problem.

Miss Sara is the owner of a house property in Pune. The house is let out for Rs. 55,000 p.m. Municipal Valuation is Rs. 5,20,000, Fair Rent is Rs. 4,30,000, Standard Rent is 16,00,000. Municipal tax paid during the previous year 2020-21 is Rs. 20,000 (30% of which is paid by tenant). Insurance premium due for the year but outstanding Rs. 1,500/- Collection charges incurred is Rs. 100/- p.m. Brokerage paid Rs. 12,000/-. Compute the income from house property for A.Y. 2021-22.

UNIT-III

6. What is income from business and profession? Discuss the steps in-its calculation with examples.
7. Calculate income tax payable in the following cases assuming rates applicable for AY 2021-22:
 - a) Total Income = Rs. 50,00,000
 - b) Total Income = Rs. 51,00,000
 - c) Total Income = Rs. 52,00,000

UNIT-IV

8. Discuss the major deductions while computing the total income.
9. Discuss the various types of Returns in detail.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.