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Total No. of Pages : 03

Total No. of Questions : 07

B.COM (2013 to 2017 Batch) (Sem.–5)

INCOME TAX–I

Subject Code : BCOP-502

M.Code : 70422

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** contains **SIX** questions carrying **TEN** marks each and a student has to attempt any **FOUR** questions.

SECTION-A

1. Answer briefly :

- a) Explain the concept of 'Person' as per Income Tax Act 1961.
- b) Briefly explain the difference between allowances and perquisites.
- c) Distinguish between deductions and rebates.
- d) Explain the term short term capital gain.
- e) What do you mean by assessee?
- f) Briefly distinguish between Assessment and Financial year.
- g) Briefly Explain the difference between Capital and Revenue expense.
- h) What are any four items available for deduction to individual under section 80C and 80CCC?
- i) What are any four incomes of others persons to be included Assessee's income?
- j) Distinguish between business and profession.

SECTION-B

2. Mrs Mamta Sharma owns 3 house properties situated in Delhi (Janakpuri, Rohini and Karol Bagh). The particulars of the houses are as under for the financial year 2017-18:

	House I (Janakpuri) Rs.	House II (Rohani) Rs.	House III (Karol Bagh) Rs.
Municipal Value	1,20,000	1,80,000	2,40,000
Fair Rent	1,60,000	2,00,000	2,60,000
Standard Rent	1,40,000	2,30,000	2,50,000
Actual Rent (per month)	12,000	16,000	21,000
Period of vacancy	Nil	2 months	6 months
Municipal taxes for the year	20% of Municipal value	20% of Municipal value	20% of Municipal value
Municipal tax paid during the year	20% of Municipal value	20% of Municipal value	20% of Municipal value

Compute the income under the head house property of all the 3 properties.

3. 'Every assessee is a person, but every person need not be an assessee'. Critically examine the statement with reference to the relevant definitions under the provisions of the Income Tax Act, 1961.
4. Dr.Aabir Sharma is serving as an Assistant Professor in one of the reputed University located at national capital New Delhi. 'Aabir furnishes the following details of his salary income for the financial year 2017-18 :

	Indian Rupees (INR)
Basic Pay	95,000 p.m.
Dearness Allowance	7% of basic pay
Entertainment Allowance	2,000 p.m.
Employer's and his own contribution to unrecognized Provident Fund	12% of Basic Pay+ Dearness Allowance
City Compensatory Allowance	2,500 p.m.
Medical Allowance	2,000 p.m.
Professional Development Allowance (Fully utilized for attending conferences and other academic purpose)	2,500 p.m.
House Rent Allowance	20% of basic pay
Transport Allowance	4500 p.m.
Communication allowance	1000 pm.

Compute his taxable income from salary for the assessment year 2018- 19.

5. What are the incomes chargeable under the head "Income from other sources"?
6. What do you mean by "Set-off and carry forward of losses"? Which losses can be carried forward?
7. a) On 15th November, 2017 Mohan sold 1 kg. of gold, the sale consideration of which was 35,00,000. He acquired the gold on August 18, 2000 for 20, 00,000. Fair market value of 1 kg. of gold on April 1, 2001 was 25,62,000. Find out the amount of capital gain chargeable to tax for the assessment year 2018-19 using the cost inflation index.
CII for 2001-02 = 100 and 2017-18 = 272
- b) What are 'capital assets'? What items are not included in capital assets?

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.