



# LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

## B.Com.DEGREE EXAMINATION –CORPORATE SECRETARYSHIP

FIFTH SEMESTER – APRIL 2019

16UBC5MC03– INCOME TAX - I

Date: 22-04-2019  
Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

### SECTION – A

ANSWER ALL THE QUESTIONS:

(10 X 2 =20 MARKS)

1. Define previous year.
2. What do you mean by residential status?
3. What are called perquisites?
4. Write a short note on provident fund.
5. What are fully exempted allowances?
6. What are the deductions allowed under the head income from salary?
7. Define annual value.
8. What do you mean by standard rent?
9. Sam purchased a motor cycle for his personal use on 1.1.1985 for Rs. 15,000. He sold it for Rs. 18,000 on 31.3.2018. Is the capital gain from the sale of motor cycle includible in his gross total income? Give reasons.
10. Find out inflated cost for assessment year 2018-19.

Cost of house purchased in 1979-80 for	Rs. 90,000
Fair market value on 1.4.2001 being	Rs. 1,50,000
CII for 2001-2002 is 100 for 2017-18 is 272	

**SECTION - B**

**ANSWER ANY FOUR QUESTIONS:**

**(4 X 10 =40 MARKS)**

11. Explain the rate of tax for the assessment year 2018-19.
12. Explain the Basic and Additional conditions to find out the Residential status of an individual.
13. Mrs. Jasmine retired on 31.12.2018 and his pension was fixed at Rs. 3,600 p.m. She got  $\frac{3}{4}$  the of the pension commuted for which she received Rs. 1,80,000 from her employer, Andrew Co. Ltd.

Find out taxable amount of commuted value of pension if:

- a) She gets gratuity
  - b) She does not get gratuity and
  - c) She is a government employee
14. Explain any 10 incomes which are exempted from tax.
  15. Mr. Xavier constructed one house in 2010. 75% of the property is let out and 25% is occupied for his residence. The let out portion is also self occupied for one month.

The particulars are:

	Rs.
Municipal value of full house	5,000 p.a.
Annual rent of 75% portion	4,000 p.a.
Municipal taxes	500 p.a
Ground rent	100 p.a
Repairs	200 p.a
Fire insurance business	150 p.a.
Collection charges	60 p.a
Interest on loan taken for construction	600 p.a

Determine his income from house property.

16. During the year ended 2016-17 Raj sold the following assets:

	Sale proceeds (Rs.)
a) Land purchased in 2003-04 (CII 109) for Rs. 20,000	65,000
b) Machinery purchased in 2005-06 (CII 117) for Rs. 70,000 (W.D.V. on 1.4.2017 Rs. 45,000)	60,000
c) Furniture purchased on 1.4.2017 for Rs. 1,000	1,600
d) Plant purchased on 1.4.2017 for Rs. 10,000	12,000
e) One residential house purchased in 2005-06 (CII -117) costing Rs. 30,000	88,200

Work out the amount of capital gains. The CII for 2017-18 is 272.

17. Differentiate between short term capital gain and long term capital gain.

### SECTION - C

ANSWER ANY TWO QUESTIONS:

(2 X 20 =40 MARKS)

18. From the following particulars compute the total income of Mr. Annan for the assessment year 2018-19 if he is (a) Ordinary Resident, (b) Resident but not ordinarily resident or (c) Non resident

	Rs.
Income from house property in India (computed)	32,000
Loss from house property in England	(-) 60,000
Income from house property in Australia received there and deposited in a bank there	90,000
Business income in India	2,60,000
Loss from business in London	(-) 1,20,000
Profit from business in London which is controlled from there	1,00,000
Interest on debenture of an Indian company	10,000
Income from profession set up in India received in London for services rendered in India	2,00,000

19. Mr.Subramaniyan is serving in A Ltd. Mumbai ( population more than 25 lakhs) and furnishes the following particulars of his income earned during the year ended 31<sup>st</sup> March:

Salary Rs. 4,20,000

He and his employer contribution to RPF Rs. 58,800

Bonus (out of this Rs. 6,000 is gradations) Rs. 30,000

i. He is provided with a car of 1.4 lt. capacity for his personal purpose with a driver.

Car owned and maintained by employer and said car for which no charge is made to him by the employer.

ii. Life insurance premium paid by the employer amounting to Rs. 15,000.

iii. He is provided with rent free unfurnished accommodation the fair rental value of which is Rs. 96,000 per annum and actual rent of hired furniture is Rs. 800 p.m.

- iv. Gas and electricity bill paid by employer Rs. 12,000.
- v. He was provided with the services of gardener, watchman and a domestic servants and salary of each of them was Rs. 500 p.m.
- vi. He availed leave travel concession during December 2017. His employer paid lump sum amount Rs. 84,000 and he spent Rs. 60,000.

Compute his income under the head salary.

20. Mr, Venkat owns the house property about which the detailed information is given below:

	Unit I	Unit II
	Rs.	Rs.
Annual MRV	24,000	38,000
Annual FRV	22,000	34,000
Annual standard rent	20,000	40,000
Annual rent	30,000	36,000
Interest on loan taken for construction of house	28,000 p.a	22,000 p.a.
Vacancy period	2 months	3 months
Municipal taxes	10 % MRV	2,400

Additional information:

- a) Loan taken for construction of house I by mortgage the house no. II.
- b) Both the units are let out

Compute his income from house property.

21. Mr.Velan given the following particulars about the assets sold during 2018-19.

Particulars	Jewellery	Plot	Gold
Selling price	Rs. 4,00,000	Rs. 10,00,000	Rs. 3,50,000
Selling expenses	-----	Rs. 24,000	-----
Cost of purchase	Rs. 20,000	Rs. 2,80,000	Rs. 1,00,000
Year of purchase	2004-05	2002-03	2006-07
CII	133	105	122

He has purchased a house for Rs. 12,00,000 on 1.3.2018.

Calculate the amount of capital gain if CII for 2017-18 is 272.

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