



# LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034

**B.Com. DEGREE EXAMINATION – CORPORATE SECRETARYSHIP**

**FIFTH SEMESTER – NOVEMBER 2024**

**16/17/18UBC5MC03 – INCOME TAX - I**



Date: 14-11-2024

Dept. No.

Max. : 100 Marks

Time: 09:00 am-12:00 pm

## SECTION A

**Answer ANY FOUR of the following**

**(4 x 10 = 40 Marks)**

1. Mr. Arun an Indian citizen, stayed in India for 182 days during the previous year 2023-2024. Determine Mr. Arun's residential status for the ass the previous 1024-2025 on the assumption that during the financial years 2013-2014 to 2022-23 was present in India as follows

YEARS	DAYS
2013-2014	66
2014-2015	180
2015-2016	20
2016-2017	50
2017-2018	50
2018-2019	59
2019-2020	180
2020-2021	50
2021-2022	58
2022-2023	59

2. Mrs. Narmadha's income was Rs. 12.00.000 during the year 2023-24. She made the following donations during the year

(a) To Andhra Chief Minister's Cyclone fund: Rs.50,000

(b) To Indira Gandhi Memorial Trust: Rs. 40,000

(c) To Approved charitable institutions: Rs.50,000

(d) To National Laboratory: Rs. 60,000

(Engaged in Scientific research)

(e) To an approved fund for Rural Development: Rs. 10,000

Compute her total Income if

- ✓ Her income includes Rs 4,00,000 taxable under the head profits and gains from business or profession,
- ✓ She does not have any income under the head profits and gains from business or profession

3. Explain the various types of “Provident Fund”
  
4. Following are the particulars of taxable income of Narayan for the previous year ended 31st March 2024.
  - i) Royalty received from Govt. of India Rs. 24,000
  - ii) Income from business earned in Afghanistan Rs. 25,000 of which Rs. 15,000 were received in India. Business is controlled from India.
  - iii) Interest received from Aditya Kumar, a non-resident against a loan provided to him to run a business in India Rs. 5,000
  - iv) Royalty received outside India from Alagannan a resident for technical services provided to run a business outside India Rs. 20,000.
  - v) Income from business in Jaipur Rs. 40,000. This business is controlled from France. Rs. 20,000 were remitted to France
    - a. Resident of India
    - b. Not ordinarily resident of India and
    - c. Non resident of India in the previous year.
  
5. Ascertain the taxable salary of Mr. Ben for the assessment year 2024-2025
  - a. Basic salary Rs. 4,000 pm
  - b. Special allowance at 25% of basic salary
  - c. Peon allows at Rs. 200pm
  - d. Bonus Rs 20.000
  - e. Entertainment allowance 1.500 p.m.
  - f. Three of his children were educated in convents outside the place of his service and the employer paid an allowance of Re 7.600 per child per annum to meet the costs of education and boarding expenses.
  - g. During the year, he was asked to proceed to Amritsar to manage temporarily the Branch there and was paid a special pay (not included above) Rs. 5,000 for this purpose.
  - h. The employer reimbursed Ben with Rs. 300 per month being the tuition fee paid to the Institute of Higher learning and management where Ben had enrolled himself for MBA course.
  - i. During the year he availed LTC for his family and himself. The travel was within the prescribed block of years. He did not travel but his wife and two major children performed the Journey by ait. The company paid to Ben Rs. 10,800 as LTC claim. Travel by air-conditioned first class would have cost each of the persons for the places visited Rs. 1,800 (both ways)
  
6. Explain the different categories of assesses according to their residential status
  
7. From the particulars furnished by Sumathi for the previous year ending March 31, 2024. Compute the taxable income from house property for the assessment year 2024-25.  
 He owns a house property at a metro city.  
 Its Fair rental value per annum is Rs. 27,000 and Municipal value Rs. 24,000.  
 The house was let out from April 1, 2023 to August 31, 2023 @ Rs. 2,100 per month. From September 1, 2023, Sumathi occupied the house for his residence. Expenditure incurred and paid on the property:
  - (a) Municipal tax Rs. 4,000
  - (b) Fire insurance Rs. 2,500
  - (c) Land revenue Rs. 4,600 and
  - (d) Repair Rs. 1,000.
 Interest paid on borrowings for construction:

(a) for the year Rs. 21,600

(b) Proportionate preconstruction interest Rs. 12,960.

8. Mr. Rakesh sells a residential house property in Chennai for Rs. 99,00,000 April 25, 2023 which was acquired by him on May 10, 2011 for Rs. 5,00,000. In August 2023, he purchases a house in Madurai for Rs. 15,00,000 and another house for 00,000 at Trichy. On June 30, 2024, Rakesh sells the house property in Madurai for Rs. 20,00,000. CII for 2011-12 is 184, for 2023-24 it is 348. Compute the amount of Capital Gains exempted under and capital gains chargeable to tax.

## SECTION B

Answer ANY THREE of the following

(3 x 20 = 60 Marks)

9. Mr. Varun sells agricultural land located within the municipal limits of Chennai city for Rs. 50,00,000 on August 4, 2023, which was purchased by him on February 2, 2009 for Rs. 3,00,000 On June 2, 2024, he purchases agricultural land outside the municipal limits of Chennai city for Rs 5,00,000 and deposits Rs. 5,00,000 in a deposit account for availing deduction under section 548. Determine the amount of capital gains
- (i) If he purchases s another agricultural land which is situated within Chennai city on August 3 2024 for Rs.4,00,000 by withdrawing from the deposit account;
- (ii) Withdraws the amount left in the deposit account on August 5, 2025;
- (iii) Transfers the land in Chennai city purchased on 3.8.2024 in December 2026 for Rs. 20,00,000.
- CII  
for 2008-09-137, for 2023-24-348
10. From the particulars given below compute income from house property for the assessment year 2024-25
- Date of Completion: 1-11-93
  - Municipal Rental Value: Rs. 36,000
  - Fair Rental value: Rs. 30,000
  - Self occupied: 2/3 portion
  - Let out: 1/3 portion, from 1-4-2023 to 31-8-2023 at Rs. 1,000p.m and Self-occupied from 1-9-2023 onwards
  - Municipal taxes: Rs. 3,000 pa
  - Fire Insurance Premium: Rs. 2,400 pa
  - Ground Rent: Rs 4,200 pa
  - Interest on Loan: Rs 7,500 pa
11. Bagavathi is in Service in Calcutta drawing monthly salary of Rs 5,000 She is provided with a free unfurnished flat, the rent of which is Rs. 2.000 pm (rent being paid to land lord). He contributed 10% of his salary to RPF The interest at 9% on his Provident Fund Account for the year ended 31st March 2024 amounted to Rs. 250. He is also owner of a house which is let out at a monthly rent of Rs 2,500. His expenses for house were

(a) Municipal Taxes: 3,000

(b) Interest on Loan for construction of the house: 6,600

(c) Repairs: 500

She has received interest on Govt Securities amounting to Rs. 14,000 (Gross) she has also received a share of profits from a firm assessed as firm of Rs. 5,000 and her share of firm's tax amounts to Rs 600. She has paid life insurance premium for a policy on his own life Rs 700. She paid Rs. 200 to PM's National Relief Fund. Compute the total income of Bagavathi. Interest income on post office saving account is Rs. 14,000.

12. Mrs. X. an employee of Tamilnadu Government submits the following information relevant for the assessment year 2024-25.

- a. Salary is Rs.86,000
  - b. Entertainment allowance= Rs.8,000
  - c. Bonus =Rs.10,200
  - d. Education allowance (for her grand children)= Rs.4,000
  - e. Income tax penalty paid by employer= Rs.2,000
  - f. Medical expenses reimbursed by employer=Rs.2,000.
  - g. Leave travel concession=Rs.1,000
  - h. Free residential telephone=Rs.4,000
  - i. Free refreshment during office hours=Rs.4,000.
  - j. Payment of Electricity Bills by employer=Rs.1,060.
  - k. Reimbursement of gas bills= Rs.1,000
  - l. Professional Tax paid by employer= Rs.300, professional tax paid by Mrs. X: Rs. 150.
  - m. Mrs.X is provided with a car of more than 1.6 ltr for both personal and official use and expenses of maintaining and running the car with chauffeur are borne by the employer.
  - n. Contribution to PPF Rs. 1,20,000
  - o. (Principal Amount) Repayment of Loan taken for purchase of house: Rs. 70,000.
- Determine the taxable salary

13. The following are the incomes of Shri Kishore for the previous year 2023-24

PARTICULARS	Rs
Profits from business in Australia received in India	15,000
Profits Received from business in Chennai	10,000
Income from house property in UK. received in India	10,000
Interest on Indian Government securities received in India	1,00,000
Income from house property in USA deposited in a Bank there(Computed)	1,00,000
Profits earned and received from business in Mumbai	50,000
Profits Accrued/earned in India received in Singapore	40,000
Income from agriculture in USA entire amount spent there for daughter's education	70,000
Profits of a business established in Hongkong, deposited in a bank there the business controlled from India.	2,00,000
Interest on foreign Government securities received in U.K. and deposited there	30,000
Past untaxed foreign income brought into India during the previous year	60,000

From the above particulars ascertain the taxable income of Shri Kishore for the previous year 2023-24, if he is (1) a Resident, (ii) a Not Ordinarily Resident, and (ii) a Non-Resident.

14. What are perquisites? how are they taxable for income tax purpose?

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