

**LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034****B.Com. DEGREE EXAMINATION – CORPORATE SECRETARYSHIP****SIXTH SEMESTER – NOVEMBER 2024****UBC 6501 – INCOME TAX II**

Date: 16-11-2024

Dept. No.

Max. : 100 Marks

Time: 01:00 pm-04:00 pm

SECTION A - K1 (CO1)**Answer ALL the Questions****(10 x 1 = 10)****1. Definition.**

- a) Business Income.
- b) Casual Income.
- c) Inter source adjustment.
- d) Specific deductions.
- e) E-filing.

2. Fill in the blanks.

- a) Income tax paid by the company is ____.
- b) Interest on post office savings bank account is exempted upto Rs. ____.
- c) Gift from a relative is ____ from paying tax.
- d) ____ section offers deductions for rent paid when HRA is not received.
- e) TAN stands for ____.

SECTION A - K2 (CO1)**Answer ALL the Questions****(10 x 1 = 10)****3. Match the following.**

- a) Overvaluation of stock - 80 GGC.
- b) Gift under will - Long term capital gain.
- c) Short term capital loss - Decrease in profit.
- d) Donation to political party - Reimbursement.
- e) Tax refund - Exempted.

4. True or False.

- a) Undervaluation of closing stock decreases the actual income.
- b) Tax free debentures should not be grossed up.
- c) Minor's income from TV show is taxable for the parents.
- d) Deduction under 80C is towards the contribution to RPF.
- e) Income tax slab for Rs. 6,00,000 to Rs. 9,00,000 is 10%

SECTION B - K3 (CO2)

Answer any TWO of the following in 100 words each.

(2 x 10 = 20)

5. Kumar, a lawyer by profession keeps his cash book as per cash system of accounting. The following is the summary of his cash book for the year ended 31st March, 2024.

Receipts	Rs.	Payments	Rs.
To balance	5,000	By rent of chamber	2,400
To fees	35,000	By car expenses	3,600
To remuneration as examiner	3,000	By household expenses	12,000
To interest on bank deposits	2,500	By local taxes for the house	1,200
To rent from house property	8,000	By repairs of the house	4,000
To dividends	1,600	By LIC premium for self	4,800
		By cost of books for profession	4,000
		By medical treatment of self	5,000
		By balance	18,100
	55,100		55,100

Additional information:

- ½ of the house is used by Kumar for his own residence.
 - Kumar is insured for Rs. 40,000
 - Kumar has to get medical treatment for an eye ailment caused by intensive study of law books.
 - ½ of the car expenses relate to personal use of the car by Kumar.
- Compute his income from profession.

Compute income from other sources of Miss. Anu from the following details furnished:

- She holds Rs. 50,000, 10% tax free government securities.
- She received Rs. 10,000, interest on Tamil Nadu State Government securities.
- She holds Rs. 1,00,000, 10% tax free debentures of P&R Co. Ltd. (listed).
- Rs. 12,000, interest was received by her on tax free securities of a Ltd. Company.
- Rs. 60,000, 15% debentures are held by her in a Ltd. Company.
- Rs. 8,000, interest was received by her on securities of a paper mill company. (Listed).

7. Master Ajay (Age 16 years) received following incomes during 2023-24.

Particulars	Rs.
Interest on bank deposits	75,000
Interest on government securities	80,000
Interest on debentures	40,000
Income by acting in a film	1,00,000
Income by a singing concert held by him	50,000
His father's total income	1,09,000
His mother's total income	1,09,100

Decide about the person in whose hands the above incomes shall be taxable and the amount of income to be taxed.

8. Elaborate the exceptions to the provisions relating to the intra-head set off.

SECTION C – K4 (CO3)

Answer any TWO of the following in 100 words each.

(2 x 10 = 20)

9.	<p>Mr. Basu received the following incomes during the year 2023-24. Compute taxable income under the head ‘income from other sources’, separately for each case.</p> <p>First case:</p> <ul style="list-style-type: none">a) Winnings received from Sikkim lottery Rs. 70,000.b) Winnings from horse races Rs. 2,000.c) Winnings from crossword puzzles Rs. 4,000. <p>Second case:</p> <ul style="list-style-type: none">a) Winnings from lotter Rs. 2,000.b) Winnings received from horse races Rs. 56,000.
10.	<p>The income of family as under:</p> <ul style="list-style-type: none">a) Mr. Ram from business Rs. 1,50,000b) Mrs. Ram from employment Rs. 80,000
