LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034

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

SIXTH SEMESTER – **APRIL 2025**

16/17/18UBC6MC03 – INCOME TAX - II

Date: 30-04-2025 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. Explain Intra head and Inter head set off adjustments.
2. From the following particulars submitted by Srinivas, compute his income from other sources for the assessment year 2024-25.
    a. He was a director in a company from which he received Rs. 13,000 as Director's fees.
    b. Interest received on deposit with a Co-operative bank Rs. 2,000
    c. Dividends received from a foreign company Rs. 6,000
    d. Income from agriculture in England Rs. 78,000
    e. Honorarium for delivering lectures in a registered society Rs. 1,200.
    f. Received winning from lottery Rs. 27,760
    g. Srinivas owned a house property at Trichy, which was acquired by the Government in 2022-23. Along with compensation, Rs. 80,000 was paid by the Government as interest for late payment of compensation during 2023-24.
3. Explain the concept of set off and carry forward of losses.
4. Enumerate the concept of casual income in detail.
5. How would you determine the net income of an individual?
6. Following details are available in respect of income of Mr.Y for the AY 24-25.

a.	Long term capital gain	Rs. 2,10,000
b.	Consolidation Salary	Rs. 1,00,000
c.	Rent received from a let-out property	Rs. 1,00,000'
d.	Dividend from an Indian Company	Rs. 50,000

Compute the total income.

7. State whether the following expenses are admissible or in admissible expenses under the business income head:
    a. Amount spent on fixing of Neon sign board.
    b. Advertising expenses Rs. 30,000 paid in cash.
    c. Sales tax Rs. 20,000 paid.
    d. Printing and stationery expenses Rs. 50,000 paid.
    e. Bad debts recovered (disallowed earlier) Rs. 46,000.
8. From the particulars given below compute the total income of Mr. Ramesh for the A.Y. 2024-25.
    a. Income from profession Rs. 86,500.
    b. Income of minor son (Singing is his profession) Rs. 12,000.
    c. Winnings from lottery (ticket purchased on the name of the Mr. Ramesh's minor daughter) Rs. 6,800.
    d. Mr. Ramesh's father gifted debentures in an Indian company to Mr. Ramesh's minor son and company paid gross interest Rs. 6,650.
    e. Interest on debentures purchased by Mr. Ramesh but gifted to Mrs. Ramesh Rs. 18,000.

SECTION B

Answer ANY THREE of the following **(3 x 20 = 60 Marks)**

9. From the following Income and Expenditure Account of Mr. Z, a lawyer, ascertain his professional income for the current assessment year:

Income and Expenditure Account

Particulars	Rs.	Particulars	Rs.
To rent of chamber	4,000	By legal fees	40,000
To salaries	10,000	By Gifts from clients	20,000
To travelling expenses	5,000	By rent from house let out	5,000
To stamp paper and stamps	3,000		
To household expenses	2,000		
To household property tax	500		
To donations	1,000		
To surplus	39,500		
	65,000		65,000

Other information:

a. Gifts from clients include gift from his father Rs.4000
b. Stock of stamp paper at the end of the year Rs.200
c. Donations are made to approved institutions.

10. Explain any ten deductions under section 80 C in detail.

11. Explain the stages in the process of assessment.

12. The following are the particulars of the income of Mr. X working in a company at Mumbai.

Particulars	Amount
Salary	10,000 p.m.
D.A.	4,000 p.m.
HRA	2,500 p.m.
Dividend received	4,000
Rent from house property	10,000
Interest on postal saving Bank Accounts	15,000
Winning from lotteries	5,000
Long term capital gain on sale of old car	10,000
Short term capital gain on sale of shares	6,000
Contribution to RPF	10,000

Find out his total income for the Assessment Year 2024-25.

13. The profit and loss account of a merchant for the year ending 31.03.2024 is given below. You are required to compute his income from business for the P.Y 2023-24.

Particulars	Amount	Particulars	Amount
To Salaries	7,500	By Gross profit	52,500
To Rent	12,000	By Sundry receipts	17,500
To Legal expenses	15,000	By Rent of building	20,000
To Bad debts	3,500	By Commission	10,000
To Donations	2,000		
To Fire insurance	5,000		
To Bonus to the proprietors	8,000		

To Drawings	5,000		
To Depreciation	7,000		
To Net profit	35,000		
	1,00,000		1,00,000

Additional Information:

a. Half of the fire insurance is on let out building
b. Legal expenses include penalty paid for violation of import rules Rs. 5,000
c. Allowable depreciation amounts to Rs. 10,000
d. Half of the rent is paid for his residential building.

14. Mr. Smith is a M.P from Ahmadabad. He has submitted the following particulars of income for the year ending 31.3.24.

(a) Agriculture income from land in Sri Lanka Rs.15,000
(b) Daily allowance as M.P. Rs.15,000
(c) Salary as M.P. Rs.36,000
(d) Salary for a part-time Job with a firm Rs.21,000
(e) Royalty from a coalmine Rs.20,000 and spent Rs.3,000 for collecting royalty income.
(f) His residential house has been taken on a rent of Rs.1,000 p.m., half of which he has sub-let at Rs.1,200 p.m.
(g) Dividends from Co – operative society Rs.5,000. Collecting charges Rs.100.

Calculate his income from other sources.

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