



ST. FRANCIS DE SALES COLLEGE

A FRANSALIAN INSTITUTE OF HIGHER EDUCATION **AUTONOMOUS**

NAAC ACCREDITED • AFFILIATED TO BANGALORE UNIVERSITY • AICTE APPROVED • RECOGNISED UNDER SECTION 2(F) & 12 (B) • ISO 9001:2015 CERTIFIED

📍 Electronics City P.O., Bengaluru - 560 100, Karnataka, INDIA 📞 (+91) 8088140679 📧 pro@sfscollege.in 🌐 www.sfscollege.in

FIRST INTERNAL EXAMINATION – SEPTEMBER 2024 COMMERCE - V SEMESTER B.COM (NEP) PAPER – 5.2: INCOME TAX LAW AND PRACTICES-1

Time: 1 hour 15 minutes

Max. Marks: 30

Instruction: *Answer should be written completely in English*

SECTION – A

1. Answer **any three** questions: Each Question carries **Two** marks. **(3x2=6)**
- a. Define Person as per Income tax Act.
 - b. What is meant by Assessment year.
 - c. What do you mean by Unrealised rent.
 - d. Mention any two exempted incomes under section 10 as per IT.

SECTION – B

Answer **any three** Questions: Each Question carries **Four** marks. **(3x4=12)**

- 2. Illustrate the Canons of taxation.
- 3. State whether the following are agricultural or non-agricultural income.
 - a) Income from supply of water for agricultural purpose.
 - b) Profit on sale of agricultural land in London.
 - c) Income from dairy products.
 - d) Salary received as a partner from a tea manufacturing firm.
 - e) Income from self-grown grass and trees.
 - f) Income from agricultural land situated in Mysore.
- 4. Calculate the gross annual value of Mr. Ram (Resident) from the particulars given below.

Municipal value Rs. 160,000

Fair rent Rs. 180,000

Standard rent Rs. 175,000

Annual rent Rs. 168,000

Unrealised rent of the year Rs. 42,000

Vacancy Period 1 month

5. Mr. Ravindra an American came to India for the first time on 1 January 2020. He stayed here continuously for 2 years. He went back to New York on 1/1/2023. Again he came to India on 1/2/2024 on a two years' job assignment with a multinational company in India. Determine his residential status for the previous year 2023 -24.

SECTION-C

Answer **any one** question. Which carries **twelve** marks.

(1x12=12)

6. (a). Mr. Shiva, a foreign cricketer comes to India for 100 days every year since the financial year 2013-14. find out his residential status for the assessment year 2023-24.

(b). Briefly explain the following concepts

- Gross total income
- Assessee
- Direct Tax
- Expand CBDT & ITO
- Define person as per income tax Act 1961
- Give an example for Casual income

7. Following are the particulars of income of Mr. Praful for the previous year 2023-24

- i. Profit on sale of plant at Singapore (one - half is received in India) Rs.2,50,000
- ii. Profit on sale of property at Bengaluru (one –half received in Hong Kong) Rs. 50,000
- iii. Interest on UK Development Bonds Rs.2,00,000 of which Rs.1,00,000 remitted to India
- iv. Profit from business in Mangaluru, the control is from USA Rs. 30,000
- v. Income from business in Mysuru but received in Holland Rs.5,00,000
- vi. Profit from business in Pakistan controlled from India (40% profit received in India) Rs.6,00,000
- vii. Dividend from domestic company Rs. 20,000
- viii. Interest on Post Office Savings Bank Account Rs. 1,000
- ix. Past untaxed foreign income brought to India during the previous year Rs.2,00,000
- x. Rural agricultural income in India Rs.3,00,000
- xi. Salary and allowances from UNO Rs.3,00,000
- xii. Interest and dividends from units of UTI Rs. 20,000
- xiii. Income earned in Australia and received there but brought to India Rs. 2,00,000
- xiv. Salary (computed) received in India for services rendered in Srilanka Rs.1,50,000

Compute his taxable income if he is a) resident b) not ordinarily resident c) non resident