PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS) ----.
BCom DEGREE EXAMINATION MAY 2019
(Fifth Semester)

Branch - CORPORATE SECRETARYSHIP

TAXATION LAW & PRACTICE

Time : Three Hours   Maximum ; 75 Marks

SECTION-A (20 Marks)
Answer ALL questions
ALL questions carry-**EQUAL** marks   (10x2 = 20)

1   When does an individual become resident?
2   Who is an assesse in default?
3   Define the term Income.
4   What are Tax-free perquisites?
5   What is unrealized rent?
     What do you mean by Deemed profits?
     What is Intersource adjustment?
     What is Self-assessment?
     What is meant by Advance payment of tax?
10 What is the time limit for imposing penalty?

/ SECTION - B (25 Marks!
Answer ALL Questions
ALL Questions Carry **EQUAL** Marks (5x 5 = 25)

11a How will you ascertain he residential status of an individual assesse?
                              OR
   b Mr.Sharan an Indian citizen goes to Singapore for employment during the previous year 2016-17 on 1:09.16 he was in India from his birth during the year 1987. Identify his residential status.

12 a   Mr.N is employed in Chennai and gets the salary emoluments:
   Basic Salary Rs.8,000 p.m
   DA   Rs.6,000 p.m (forming)
   Bonus   Rs. 10,000
   CCA   Rs.2.,000 p.m
      Conveyance allowance Rs.500 p.m (actual amount spent Rs.4,000). He is provided with rent free house. Calculate taxable value of a rent free house on assumption that the population is 26 lakhs.
   ,   OR .   -
   b What deductions are allowed from the annual value in computing taxable income from house property?

13 a From the following details find out income from other sources:
         Director's fees   Rs.5,000
         Dividend from Indian company   Rs.4,000
         Income from horse race   Rs.7,000
         Royalty from books   . Rs.9,000
         Dividend from co-operative societies Rs.3,000
                              OR
   b State the transactions which are excluded from transfer.

14 a From the particulars given below for the P.Y. 2016-17
         Profit from'A'business Rs.5,00,000
         Loss from'B'business Rs. 1,00,000
         T ncc frnm Prnfpsqinn 'O' Rs. 1.50.000

14 a   Cont.
      Profit from speculation business 'D'   Rs.2,00,000
      Loss from speculation business 'E'   Rs.3,00,000
        Determine the income from business or profession for the AY 2017-18.

                    OR

  b   Explain the rules regarding Education loan.

15 a   What are the powers of Appellate tribunal?
                    OR

  b   Explain various offences and prosecutions under the Income Tax Act 1961.

SECTION - C (30 Marks)
Answer any **THREE** Questions
ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

16   Define the term Assessee. What are the types of Assessee?

17   From the following calculate income from Salary of Mr.'R' who is working in'M'Ltd Chennai

	Rs.
Basic Salary	50.000 p.m
Dearness allowance	30.000 p.m
Bonus	1,00,000
CCA	1,500 p.m
Entertainment allowance	6.000 p.m
Education allowance	8.000 p.m (for two children)
Hostel allowance	10.000 p.m (for two children)
Academic research allowance	25,000(cost Rs.50,000)
HRA	20.000 p.m(rent paid Rs. 12,000 p.m)

Conveyance allowance for official purposes Rs.3,000 p.m.
Assume DA as forming part of Slary.

18   From the following compute capital gain for the AY:2017-18.

	Rs.
House purchased in 1984-85(CII: 125)	5,00,000
Sold in November 2016(CII-1125)	90,00,000
Purchased another house in September 2016	3,50,000
Deposited in capital gain a/c scheme in Jan 2017	4,00,000

Cost of living index for 84-85=125; 2016-17:1125.

19   From the following particulars of income and losses, calculate the gross income of an individual after set-off of losses for the current assessment year.

	Rs.
Income from house property 'A'	50,000
Loss from house property 'B'	80,000
Income from interest on securities	2,00,000
Loss from a cycle business	2,00,000
Profit from speculation business	2,00,000
Gain from short term capital asset	2,50,000
Long term capital loss	60,000
Long term capital gain	2,10,000

20   Describe the various stages in assessment?