



WEST BENGAL STATE UNIVERSITY
BBA Honours 4th Semester Examination, 2020

BBAACOR09T-BBA (CC9)

INCOME TAX

Time Allotted: 2 Hours

Full Marks: 50

*The figures in the margin indicate full marks.
Candidates should answer in their own words and adhere to the word limit as practicable.*

GROUP-A

Answer any two questions from the following

10×2 = 20

1. (a) Write short notes on:

$2\frac{1}{2} \times 2 = 5$

(i) Previous Year

(ii) Heads of Income

(b) Mr. A, a resident of Canada came to India for the first time on May 01, 2013. He stayed here without any break for 3 years and left for Canada on May 01, 2016. He returned to India on April 01, 2017 and went back to USA on December 01, 2017. He came back to India again on January 20, 2019 and is still here. Determine his residential status for the previous year 2019-20.

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2. (a) From the following information determine the Gross Total Income of Mr. B for the Assessment Year 2020-21:

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	Amount (Rs.)
Income from Business X (Non speculative)	2,00,000
Loss from Business Y (Non speculative)	12,00,000
Short term Capital Gain	1,30,000
Income from Salary	9,60,000
Long term Capital Gain	11,00,000
Long term Capital Loss	1,00,000

(b) What do you mean by Short-term Capital Gains?

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3. Write short notes on: $2\frac{1}{2} \times 4 = 10$
- (i) Deduction U/S 80D
 - (ii) Deduction U/S 80TTA
 - (iii) Permanent Account Number
 - (iv) Tax Deducted at Source.

GROUP-B

Answer any two questions from the following

$15 \times 2 = 30$

4. From the following particulars of incomes of Mrs. Kuheli Bose for the previous year ended 31st March, 2020, compute her Income from Salary for the assessment year 2020-21. 15
- (a) Basic pay on 1st April, 2019 Rs. 21,000.
 - (b) Dearness allowance 20% of basic pay.
 - (c) Medical allowance Rs. 500 p.m. Actual expenses incurred during the year Rs. 2,000.
 - (d) Children education allowance for each son is Rs. 90 p.m. (Mrs. Bose has two sons).
 - (e) She contributed 14% of her basic salary to a Recognized Provident Fund. Her employer also contributed an equal amount.
 - (f) Interest credited to Recognized Provident Fund @ 11% is Rs. 12,100 during the year.
 - (g) Medical bill for her private checkups reimbursed Rs. 18,000.
 - (h) Professional tax, Rs. 200 per month is paid by the employer.
5. Mr. Das is the owner of three house properties in Kolkata. The particulars of the properties for the year ended 31.3.2020 are given below: $6+6+3=15$

Particulars	House I	House II	House III
How used	Let out for residence	Let out for business	Self occupied
Rent received (Rs.)	80,000	95,000	—
Gross municipal Value (Rs.)	95,000	1,00,000	80,000
Municipal tax	15%	15%	15%
Interest on loan taken for repairs of house (Rs.)	5,000	—	35,000
Vacancy period	2 months	Nil	3 months
Ground rent (Rs.)	500	700	1,300

Municipal tax in respect of house II remained unpaid.

Compute income from house property of Mr. Das for the assessment year 2020-21.

6. Mr. Brahma submits the following particulars of his income for the year ended 31st March, 2020:

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Particulars	Amount Rs.	Particulars	Amount Rs.
To Opening stock	90,000	By Sales	9,80,000
To Purchase	7,00,000	By Closing stock	1,00,000
To Salary	42,000	By Bad Debt recovered (disallowed earlier)	6,000
To Depreciation	44,000	By Dividend received	20,000
To Advertisement	60,000		
To Provision for Income Tax	20,000		
To Life insurance premium	10,000		
To Sales Tax	12,000		
To Provision for bad debt	2,000		
To Bad Debt	10,000		
To Interest on capital	4,000		
To Legal expenses	12,000		
To Net Profit	1,00,000		

Other information:

- (i) Depreciation as per Income Tax Act, Rs. 50,000
- (ii) Salary includes Rs. 12,000 paid to Mr. Brahma.
- (iii) Closing stock overvalued by Rs. 10,000
- (iv) Sales include Rs. 20,000 being the value of goods withdrawn by Mr. Brahma, cost of which is Rs. 18,000 and market value Rs. 25,000.

Compute income from business of Mr. Brahma for the assessment year 2020-21.

N.B. : Students have to complete submission of their Answer Scripts through E-mail / Whatsapp to their own respective colleges on the same day / date of examination within 1 hour after end of exam. University / College authorities will not be held responsible for wrong submission (at in proper address). Students are strongly advised not to submit multiple copies of the same answer script.

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