

S2-555

B.Com. DEGREE EXAMINATION – MARCH, **2019**.

FIRST YEAR

SECOND SEMESTER

Part – II : TAXATION

(Regular/Supplementary)

Paper – II : INCOME TAX — II

Time : 3 Hours

Max. Marks : 75

SECTION – A

Answer any FIVE questions.

(5 × 5 = 25 marks)

1. Types of capital assets.
2. Deductions of Sec. 80 C.
3. Write about Permanent Account Number (PAN).
4. What is profit and gain?
5. What is taxable capital gain?
6. What are the incomes from other sources?
7. How many years losses can be carried forward?
8. Clubbing of income.
9. What is meant by Self assessment?
10. Explain Best judgement assessment.

Turn Over

SECTION – B

Answer ALL questions.

(5 × 10 = 50 marks)

11. (a) Sri. Murali is the owner of business from the following Profit and Loss account compute under the head “Profits and gains of business”.

Particulars	Rs.	Particulars	Rs.
To Salaries	83,000	By Gross profit	7,05,000
To Proprietor's salary	10,000	By Rent	50,000
To Taxes and insurance	6,200	By Interest on bank deposits	10,000
To Advertisement	1,05,000	By Bad debts recovered	5,000
To Lighting	11,100	By Export incentive received	37,500
To Life insurance premium	3,200		
To Bad debts	5,500		
To Provision for doubtful debts	3,000		
To Interest on loan	19,500		
To Interest on capital	8,000		
To Penalty for violation of sales tax provisions	5,000		
To Depreciation	18,000		
To Net profit	5,30,000		
	<u>8,07,500</u>		<u>8,07,500</u>

Additional information :

- (i) Depreciation allowed as per Rs. 15,300.
- (ii) Interest on loan includes Rs. 3,000. Interest on loan taken from wife without of her 'Sridhan'.

Or

- (b) From the following particulars compute the income from profession of Dr. Chandra Shekhar.

Particulars	Rs.	Particulars	Rs.
To Dispensary rent	6,000	By Visiting fees	15,000
To Electricity charges	3,000	By Consultation fees	25,000
To Telephone expenses	2,000	By Sale of medicines	12,000
To Salary to nurse	6,000	By Dividends	5,000
To Depreciation on surgical equipment	2,000		
To Purchase of medicines	6,000		
To Depreciation on X-ray machine	1,000		
To Net profit	31,000		
	<u>57,000</u>		<u>57,000</u>

12. (a) Mr. Kamal sold the following assets during the year 2018-19.

Residential house purchased on 4.4.1999 for Rs. 4,00,000. Improvement expenditure incurred on 5.5.2004 Rs. 3,00,000. He sold the house on 12.8.2013 for Rs. 50,00,000. Brokerage in 2%. Compute the capital gain. (CII for 1999–2000 = 389, 2004–05 = 480, 2013–14 = 939).

Or

- (b) Explain Income from other sources.
13. (a) State the provisions relating to clubbing of incomes.

Or

- (b) The following particulars are supplied by Mr. Kiran for computation of total income.

	Rs.
Salary income (computed)	4,00,000
Income from house property	3,00,000
Loss from house property	50,000
Long term capital gain	80,000
Interest on securities	50,000
Income from other sources	8,000

Compute the total income of Mr. Kiran.

14. (a) Explain deductions U/S 80 C to 80 U.

Or

- (b) Mr. Sriram is a senior citizen given the following particulars. Compute his taxable income for the Assessment year 2018–19.

	Rs.
Pension from government	3,30,000
Long term capital gain	50,000
Short term capital gain	30,000
Interest on fixed deposit	10,000
Winning from lottery (gross)	15,000
Deposit in NSC VIII issue	15,000

15. (a) What do you mean by Self-Assessment and Regular Assessment?

Or

- (b) What is a defective return? How do you remove the defect?