



QP CODE: 24001267



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Reg No :

Name :

BBM DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS, MARCH 2024

Sixth Semester

Bachelor of Business Management

CHOICE BASED CORE COURSE - BM6CBT34 - INCOME TAX: ASSESSMENT & PROCEDURE

2017 Admission Onwards

F52E8965

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. What is a long term capital asset?
2. What is indexed cost of acquisition?
3. What is the rate of tax applicable in respect of long term capital gains?
4. What is a bond waiting transaction?
5. Who is a Director General or Director of Income Tax?
6. What is converted property?
7. Explain the term 'unexplained cash credit'.
8. What do you mean by set-off of losses?
9. Which are the authorities having the power of search and seizure as per the Income Tax Act?
10. What do you mean by Tax Deducted at source?
11. Define agricultural income.
12. What do you understand by regular assessment?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. What do you mean by full value of consideration?





14. Mr Janaki sold her gold ornaments on 1-1-2019 for Rs 5,00,000. The Indexed cost of gold was Rs 3,00,000. On 15th January, 2019 she purchased a residential house for Rs 2,50,000. Find out the capital gain taxable for the previous year 2018-19. Will it make any difference if she deposits Rs 2,50,000 in CGAS on 30-3-2019.
15. What are the deductions available from 'income from other sources'?
16. Describe the rules regarding grossing up of income from lottery, cross word puzzles etc.
17. Explain the provisions relating to set-off of non-speculation business loss.
18. What do you mean by tax holiday? Explain with examples.
19. List out the income tax authorities in India.
20. What are the different modes of recovery of tax, penalty, interest, fine or other sum payable under the Income Tax Act.
21. The following information is given in respect of Mr. Melon aged 62. Compute his tax liability for the previous year 2018-19:

1. Pension for the period	1,21,000
2. Interest on bank FD deposit	60,000
3. Dividend received from an Indian company	8,000
4. Deposit in PPF	10,000
5. Examiner ship remuneration received	4,500
6. Income from business	3,50,000

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Briefly discuss the provisions regarding the computation of capital gains in special cases under section 45.
23. Determine taxable value of gift , if any, received during the year 2018-19, in each of the following cases.
 1. Rural agricultural land (Stamp duty value Rs. 30,00,000) purchased for Rs. 10,00,000
 2. House (stamp duty value Rs. 80,00,000) received as a gift from a friend abroad
 3. Building (stamp duty value Rs. 46,00,000) purchased from a friend abroad for Rs. 40,00,000
 4. Flat (stamp duty value Rs. 63,00,000) purchased from a friend abroad for Rs. 60,00,000
 5. House (stamp duty value Rs. 1,00,000) purchased from a friend abroad for Rs. 50,000





6. Flat (stamp duty value Rs. 50,00,000) received as a gift from father-in-law
 7. Shop building purchased for Rs. 10,00,00,000 stamp duty value Rs. 10,50,00,000
 8. Building received as stock in trade from a real estate dealer for Rs. 25,00,000 stamp duty value of which being Rs. 35,00,000
 9. Motor car purchase from a friend for Rs. 3,00,000 (Fair market value Rs. 12,00,000)
 10. Famous painting purchased from a shop (registered dealer) for Rs. 2,00,000 fair market value Rs. 5,00,000
 11. Famous painting purchased from a shop (unregistered dealer) for Rs. 2,00,000, fair market value Rs. 5,00,000
 12. Gold ring gifted by a girlfriend, value Rs. 50,000
 13. Gold ring gifted by a girlfriend, value Rs. 51,000
 14. Birthday gift received from father Rs. 1,00,000
 15. Famous painting (fair market value 5,00,000 received on the occasion of marriage anniversary.
24. Mr. Joseph, a self employed person, based at New Delhi furnishes the following particulars of his income/expenditure:
- | | Rs. |
|--------------------------------------------------|----------|
| Income from profession | 3,60,000 |
| Short term capital gain | 34,000 |
| Long term capital gain | 75,000 |
| Winnings from horse race | 3,000 |
| Winnings from lottery | 2,000 |
| Interest on bank deposit | 15,000 |
| Payment of rent for residence | 10,000 |
| Payment of medical insurance premium | 5,000 |
| Payment of life insurance premium | 7,000 |
| Donation to Prime Ministers National Relief Fund | 25,000 |

25. What is PAN? Who are the persons required to apply for the allotment of PAN?

(2×15=30)

