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( 6th Semester )

COMMERCE

Paper : BC-604

**( Income-Tax Law and Practice )**

*Full Marks : 70*

*Pass Marks : 45%*

*Time : 3 hours*

( PART : B—DESCRIPTIVE )

( Marks : 45 )

*The figures in the margin indicate full marks  
for the questions*

1. (a) What is an Income as per Income-tax Act, 1961? Explain the features of Income. 3+6=9

*Or*

- (b) Explain the residential status of an Individual as per Income-tax Act, 1961. 9

2. (a) What is fringe benefit? Explain as per the provisions of IT Act related to 'Income from Salary'. 2+7=9

*Or*

- (b) MRV of the residential house is ₹ 24,000 and actual rent is ₹ 2,500 p.m. During the previous year 2019-2020 house was vacant for two months. The Municipal Taxes are @10% of MRV. During the year, owner paid 30,000 as arrears of Municipal Taxes. Interest on loan taken for the construction of house payable to his employer is ₹ 16,000. Compute income from house property. 9

3. (a) Discuss tax deduction at sources. 9

*Or*

- (b) What do you understand by advance payment of Tax? Explain the provisions of the Income-tax Act in respect of advance payment of Tax. 2+7=9

4. (a) Explain the procedure of an Appeal to the commissioner of Income Tax. 9

*Or*

- (b) State the revisionary power of commissioner of Income Tax as mentioned under Income-tax Act, 1961. 9

( 3 )

5. (a) What is CBDT? Explain the powers and functions of commissioner of Income Tax. 2+7=9

*Or*

- (b) Who is an ITO? Explain the powers and functions of ITO in the context to Income-tax Authorities under Income-tax Act, 1961. 2+7=9

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