

2022

(6th Semester)

COMMERCE

Paper : BC-604

(Income-Tax Law and Practice)

(PART : A—OBJECTIVE)

(Marks : 25)

The figures in the margin indicate full marks for the questions

1. Indicate whether the following statements are *True* or *False* by putting a Tick (✓) mark : 1×5=5

(a) A person may not have assessable income but may still be an assessee.

True () False ()

(b) Employees contribution qualifies for tax deduction under Section 16(ia).

True () False ()

(c) Tax deduction at source is one of the modes of collection of taxes.

True () False ()

(d) Commissioner of income tax can pass order under Section 263 within 4 years from the end of the financial year.

True () False ()

(e) The CBDT is created under the Central Boards of Revenue Act, 1963.

True () False ()

2. Choose the correct answer and place its code in the brackets provided : 1×10=10

(a) Regular assessment can be made into

(i) one type

(ii) three types

(iii) two types

(iv) six types

(b) The commissioner of income tax is vested with which of the following powers?

(i) To impose penalty for non-payment of tax

(ii) To review the order of the assessing officer

(iii) To inspect register of companies

(iv) To grant refunds

(c) Advance ruling has been defined in _____ of the Income-tax Act, 1961.

- (i) Section 236(A)
- (ii) Section 240(iA)
- (iii) Section 245 N(a)
- (iv) Section 260 []

(d) Orders of Appellate Tribunal come under which Section?

- (i) Section 254
- (ii) Section 160
- (iii) Section 260
- (iv) Section 230 []

(e) Every deductor is required to obtain a/an

- (i) Aadhaar Number
- (ii) VAT Number
- (iii) Unique Identification Number
- (iv) Personal Information Number []

(f) Deduction under Section 80G donation to National Funds is

- (i) fully taxable
- (ii) partly taxable
- (iii) 50% taxable
- (iv) fully exempted []

(g) Which of the following incomes from house property is exempted from tax?

- (i) Charitable purpose
- (ii) Business or profession
- (iii) Lease out property
- (iv) Commercial purpose []

(h) Taxable income under the head salaries is computed after making the deduction under

- (i) Section 13
- (ii) Section 14
- (iii) Section 15
- (iv) Section 16 []

(i) Assessment year is the period of 12 months commencing from 1st day of _____ to 31st day of _____.

- (i) January, December
- (ii) April, March
- (iii) July, June
- (iv) August, September []

(j) Residential status is to be determined for

- (i) previous year
- (ii) accounting year
- (iii) assessment year
- (iv) financial year []

(5)

3. Write short notes on the following : Assessment 2×5=10

(a) Gross Total Income

01-2 (b) Assessment Year Write short notes on the following

- (i) Charitable purpose
 - (ii) Business or profession
 - (iii) Let out property
 - (iv) Commercial purpose
- (ii) Taxable income under 12 head is computed after making the following deductions under
- (i) Section 13
 - (ii) Section 14
 - (iii) Section 15
 - (iv) Section 16
- (iii) Assessment year is the period commencing from 1st day of _____ at _____
- (i) January, December
 - (ii) April, March
 - (iii) July, June
 - (iv) August, September
- (iv) Residential status is to be determined for
- (i) previous year
 - (ii) preceding year
 - (iii) assessment year
 - (iv) financial year

(c) Agricultural Income

(d) Advance Tax

(d) Advance Tax

© Agricultural Income

(e) Income Tax Officer

Bc/ITLP-604

2022

(6th Semester)

COMMERCE

Part - BC-604

(Income Tax Law and Practice)

Examiners: Mr.

Prof. M. K. Singh

Page 3 of 3

(PART - D - DESCRIPTIVE)

(Marks : 10)

The figures in the margin indicate full marks for the year.

Wherever the word 'account' has been used, it is to be understood in the sense of the Income-tax Act, 1961.

It explains the residential status of individuals as per the Income-tax Act, 1961.

Examiners to send the different heads of marks under the appropriate Act.

Bc/ITLP-604

2 0 2 2

(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 are the various incomes that are exempted from tax under the Income-tax Act, 1961? 9

Or

- (b) Explain the residential status of individual as per the Income-tax Act, 1961. 9
2. (a) Explain in detail the different heads of income under the Income-tax Act. 9

22L/369a

(Turn Over)

(2)

Or

(b) Mr. A has the following income during the Previous Year, 2020-2021 :

- (i) Basic pay—₹ 2,60,000
- (ii) Dearness allowance—₹ 40,000
- (iii) Children education allowance—₹ 6,000 (for 3 children)
- (iv) Actual rent paid for a residential house at Delhi—₹ 60,000
- (v) House rent allowance—₹ 48,000
- (vi) He has been provided with motorcar of 1.8 litre engine capacity for the official and personal use. All expenses of the motorcar are borne by the employer
- (vii) He contributes 14% of his salary to a recognized provident fund and his employer also contributes the same amount
- (viii) Interest credited to recognized provident fund @ 13% amounted ₹ 13,000
- (ix) Medical expenses paid by his employer—₹ 25,000
- (x) Mr. A paid ₹ 2,500 for his professional tax

Compute the income from salary for the Assessment Year, 2021-2022.

9

22L/369a

(Continued)

(3)

3. (a) Explain the provisions of tax deduction at source in regard to salary income. 9

Or

(b) State some of the important provision of the Income-tax Act with regards to advance payment of tax. 9

4. (a) What is an Appellate Tribunal? Discuss the powers and functions of Appellate Tribunal. 2+7=9

Or

(b) Discuss the revisionary power of commissioner of income tax as per the Income-tax Act. 9

5. (a) Explain the different income tax authorities and the powers enjoyed by them. 9

Or

(b) Explain the structure of the Central Board of Direct Taxes. 9

★★★

22L—900/369a

Bc/ITLP-604