

ST. JOSEPH'S EVENING COLLEGE (AUTONOMOUS)

IV SEMESTER MA [ENGLISH] EXAMINATIONS - APRIL 2019

CBCS: INCOME TAX

Duration: 2.5 Hours

Max. Marks: 70

SECTION –A

Answer any EIGHT of the following questions.

(8x2=16)

- 1) What is Previous Year?
- 2) What is Gratuity?
- 3) Define the term Deemed Assessee.
- 4) What is Gross Total Income?
- 5) Give the meaning of Salary.
- 6) Define the term Person.
- 7) Who is an Ordinary Resident?
- 8) Mention any two tax free perquisites.
- 9) Write any two partly exempted allowances.
- 10) State four canons of taxation.

SECTION –B

Answer any THREE of the following questions.

(3x8=24)

11. What is general rule of income tax? Explain the exceptions to the general rule of IT Act.
12. State any eight exempted incomes u/s 10 of IT Act.
13. Mr. Arjun retired from service on 31-05-2017, his monthly pension was fixed by his employer Rs.14000 PM. He commuted 60% of his pension on 31-10-2017 and received Rs.300000. Compute taxable value of commuted pension if he receives gratuity and doesn't receive gratuity.
14. Mr. A is an American came to India for the first time on 17-01-2014. He went to Bangladesh on 15-06-2015 and again returned to India on 15-3-2017 and he left India on 28-01-2018. Determine his residential status for the AY 2018-19.
15. Write a note on Gratuity and its tax provisions.

SECTION –C

Answer any ONE of the following questions.

(1x15=15)

16. Briefly explain: a) Explain the provisions of Earned leave Encashment
b) Basic conditions and Additional conditions along with exceptions
17. Write a note on a) Explain the types of provident fund. b) Specified Assessee
18. Compute income from salary of Mr. A for the AY 2018-19 from the following particulars.
- a) Basic pay Rs.10000 P.M
 - b) DA 6000 P.M
 - c) City compensatory allowance Rs.1000 PM
 - d) Children Education Allowance Rs.500 PM for 2 children
 - e) He and his employer contribute to RPF at 12% salary and Interest credited to RPF at 9.5% per annum
 - f) Warden allowance Rs. 600PM
 - g) Bonus 3500 per annum
 - h) House rent allowance Rs, 2000 PM (he is residing in a rented house at Mumbai paying a monthly rent of Rs. 3000)
 - i) During the year employer has paid profession tax Rs. 2000, income tax of Rs.6000 and Life insurance premium of Rs.2000

SECTION –D (Compulsory Question)

Answer the following question.

(1x15=15)

19. From the following particulars of Mr. Edwin compute his total income for the AY 2018-19 if he is ordinary resident, not ordinary resident and non-resident.
- a) Income from business of Rs.15000 in Mysore but received in Malaysia.
 - b) Salary of Rs.65000 received in Nepal for service rendered in Sikkim.
 - c) Interest on deposit from SBI of Rs.18000.
 - d) Pension from Indian company received in London Rs.28000.
 - e) Dividend of Rs.15000 received from domestic company.
 - f) Rs.54000 gift received from a friend on the occasion of his birthday.
 - g) Income from business in England of Rs.200000 being controlled from Bangalore, of which 1/4th received in Chennai.
 - h) Profit of Rs. 250000 from business in Bangladesh.
 - i) Rs. 65000 past untaxed foreign income brought to India during 2017-18.
 - j) Interest on German development bonds Rs.80000
 - k) Dividend of Rs.16000 received from a foreign company.