V Semester B.Com. Examination, November/December 2015
(Semester Scheme) (F+R)
(2014-15 & Onwards)
Commerce
5.3 : INCOME TAX

Time : 3 Hours

Max. Marks : 100

Instruction : Answer should be written either completely in English or Kannada.

मार्क- ५

माहित्यातल्या हेरू कृपया विश्वासोऽऽ. हेरू लहर हेरू अध्ययन करा.

1. a) सूचना उपरोक्त किती?
   b) GTI कसे घटते?
   c) हंगाम प्रमाण कसे काढते?
   d) नक्सली न्याय नियमातून नक्सल- अन्यम्
   e) नक्सली हंगाम दुख नक्सल- अन्यम्
   f) अन्यम्य माहित्य घटते?
   g) दैनिक कल्पना 10 हलते, प्रमाणातल्या हेरूला कसे करी दिल्या एकालस्तरातून विवरण
   h) अन्यत्र विशिष्ट वर्णन कसे करी?
   i) अन्यत्र वृत्त अश्चते?
   j) दैनिक कल्पना 10(14) (i) हेरूला प्रमाणातल्या हेरूला माहिती दिल्या अवसर
   k) कायमात्र दुख नक्सली अन्यम्य करी?
   l) कृपया हेरूला विश्वासोऽऽ. हेरू लहर हेरू अध्ययन करा।

मार्क- ४

माहित्यातल्या हेरू कृपया विश्वासोऽऽ. हेरू लहर हेरू अध्ययन करा.

2. हेरूला विश्वासोऽऽ. हेरूला विश्वासोऽऽ. हेरूला विश्वासोऽऽ. हेरूला विश्वासोऽऽ.
   a) सूचना उपरोक्त किती?
   b) अन्यम्य विशिष्ट प्रतिकृत प्रणाली विवरण करा?
   c) कृपया हेरूला विश्वासोऽऽ. हेरूला विश्वासोऽऽ. हेरूला विश्वासोऽऽ.
Answer any ten questions. Each question carries two marks. (10\times2=20)

1. a) Define Agricultural Income.
   b) What is Gross Total Income?
   c) Who is an Assessee?
   d) Give the meaning of Resident and Ordinarily Resident.
   e) Mention four canons of Taxation.
   f) What is Previous Year?
   g) Mention any two exempted income u/s 10 of IT Act.
   h) State the meaning of annual value.
   i) What is Revenue Receipt?
   j) Mention any two special allowances notified u/s 10 (14) (i) of IT Act.
   k) What is the provision related to Hostel Allowance?
   l) Give two examples for Tax free perquisites.

Answer any four questions. Each question carries eight marks. (4\times8=32)

2. State whether following is agricultural or non agricultural income.
   a) Income from interest on arrears of rent payable in respect of land used for agricultural purposes.
   b) Income from agricultural land situated in Australia.
c) Income from sale of forest trees of spontaneous growth.
d) Income from lease of land for grazing of cattle required for agricultural pursuits.
e) Income from interest on simple mortgage of land used for agriculture.
f) Rent received from house property situated in a village.
g) Remuneration received as manager of an agricultural farm house.
h) Income from dairy farm, poultry farming etc.,

3. Mr. Pratham, a foreign cricketer comes to India for 100 days every year since the financial year 2005-06. Find out his residential status for the assessment year 2015-16.

4. Mr. Chethan is a production manager of a company in Chennai. His particulars of salary income are:
   Basic salary Rs. 15,000 pm.
   DA Rs. 5,000 pm (given under terms of employment)
   Commission Rs. 12,000 pa on the turnover achieved
   Bonus Rs. 4,000 pa,
   HRA Rs. 8,000 per month and
   Travelling allowance Rs. 800 per month (fully spent for official purpose)
He lives in a rented house for which he pays Rs. 9,000 per month as rent.
Find out his taxable salary income for the AY 2015-16.

5. Mr. Anand a non-government retired employee is getting a pension of Rs. 12,000 per month from a company. During the previous year 2014-15 he got his half of pension commuted and received Rs. 5,00,000. Compute the exempted amount of commuted pension for the AY 2015-16 if:
a) He receives gratuity
b) He does not receive any gratuity.

6. Smt. Jaya is the owner of a house at Agra, particulars in respect of which for the year ended 31st March, 2015 are as below:
a) Actual rent received Rs. 10,000
b) Municipal valuation Rs. 8,000
c) Total Municipal Tax Rs. 2,500
d) Municipal Tax paid by Smt. Jaya Rs. 1,250
e) Municipal Tax paid by the tenant Rs. 1,250
f) Interest paid during PY on loan taken for renewing the house Rs. 500
g) Repair charges Rs. 3,000
Compute her Income from House Property for the A.Y. 2015-16.
SECTION – C

Answer any three questions. Each question carries sixteen marks. (3×16=48)

7. Following are the incomes of Mr. Vishnu for the previous year 2014-15.
   a) Received Rs. 20,000 in India, which accrued in England.
   b) Rs. 10,000 earned in India but received in England.
   c) Rs. 5,000 were earned and received in Africa but brought to India.
   d) Rs. 10,000 were earned and received in Japan from a business which was controlled and managed in Japan.
   e) Rs. 16,000 was untaxed foreign income of some earlier year, which was brought to India in the previous year.
   f) Interest on Fixed Deposit in State Bank of Mysore, Bangalore Rs. 1,200.
   g) Income from agriculture in Africa Rs. 10,000.
   h) Dividends received in U.K. from an American Company Rs. 10,000.
   i) Salary income for three months for working in Indian Embassy’s Office in Australia and salary received there Rs. 72,000.
   j) Income from house property in Mumbai Rs. 1,00,000.
   k) Interest received on POSB A/c Rs. 1,000.
   l) Pension income from Belgium for services rendered in India with a limited company Rs. 20,000.
   m) Gift from relatives Rs. 80,000.

Which of the above incomes are taxable if Mr. Vishnu is –
   a) Resident and Ordinarily Resident.
   b) Resident but not Ordinarily Resident.
   c) Non-Resident.

8. Sri. Sudeep Sales Manager of ANZ Ltd. Mumbai has furnished the following details of his income for the year ended 31st March 2015. Compute his taxable income from salary for the AY 2015-16.
   a) Basic Salary Rs. 17,500 per month.
   b) Dearness Allowance Rs. 6,000 per month (forming part of salary).
   c) Commission is 2% on sales. During the previous year sales target reached by him is Rs. 4,00,000.
   d) Bonus equal to 3 months basic salary.
   e) Entertainment allowance Rs. 2,500 per month (amount spent Rs. 12,000).
   f) Children Hostel Allowance for his three children Rs. 400 per month per child.
   g) Reimbursement of medical bills Rs. 22,000 for the treatment taken in private nursing home.
   h) He is provided Rent free furnished accommodation owned by the company. Cost of furniture Rs. 1,00,000. FRV of that accommodation is Rs. 7,500 per month.
   i) Free telephone at his residence Rs. 3,500.
j) Mediclaim Insurance of Mr. Sudeep paid by the company Rs. 4,000 per annum.
k) Employment tax paid by the company Rs. 1,000 per annum.
l) LIC insurance premium paid by the company Rs. 1,500 per annum on behalf of Sudeep.

9. Mr. Girish is the owner of following house property in Mysore. Particulars in respect of which for the year ended 31-3-2015 are as follows:

Compute his income from the house property the AY 2015-16.

<table>
<thead>
<tr>
<th>Particulars</th>
<th>I House (Rs.)</th>
<th>II House (Rs.)</th>
<th>III House (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>LOP</td>
<td>LOP</td>
<td>Dwelling house</td>
<td></td>
</tr>
<tr>
<td>Annual rent for 12 months</td>
<td>24,000</td>
<td>18,000</td>
<td>Nil</td>
</tr>
<tr>
<td>Standard rent</td>
<td>18,000</td>
<td>12,000</td>
<td>Nil</td>
</tr>
<tr>
<td>Municipal Value</td>
<td>16,000</td>
<td>14,000</td>
<td>35,600</td>
</tr>
<tr>
<td>Total Municipal Tax</td>
<td>1,600</td>
<td>1,400</td>
<td>3,560</td>
</tr>
<tr>
<td>Municipal Tax paid by Girish</td>
<td>1,600</td>
<td>700</td>
<td>3,560</td>
</tr>
<tr>
<td>Municipal Tax paid by tenant</td>
<td>Nil</td>
<td>700</td>
<td>Nil</td>
</tr>
<tr>
<td>Repairs</td>
<td>1,000</td>
<td>500</td>
<td>2,000</td>
</tr>
<tr>
<td>Vacancy period</td>
<td>2 months</td>
<td>Nil</td>
<td>Nil</td>
</tr>
<tr>
<td>Interest on loan for repairing house</td>
<td>800</td>
<td>600</td>
<td>2,000</td>
</tr>
<tr>
<td>Unrealized rent allowed in the AY 2011-12 recovered during the year for the first house</td>
<td>4,000</td>
<td>Nil</td>
<td>Nil</td>
</tr>
</tbody>
</table>

10. Sri. Krishna an employee of Transport Company, Bangalore submits the following information relevant for the AY 2015-16. Compute his taxable income from salary.
a) Basic Salary Rs. 8,000 per month.
b) Conveyance allowance (60% spent for official) Rs. 2,000 per month.
c) City Compensatory Allowance Rs. 300 per month.
d) Bonus Rs. 10,000 per annum.
e) Dearness Allowance Rs. 1,500 per month (does not form part of salary).
f) House Rent Allowance Rs. 5,000 per month (Rent paid Rs. 7,000 per month).
g) Payment of LIC premium by the company Rs. 4,000 per annum.
h) Services of sweater paid by the company Rs. 200 per month.
i) Leave Travel concession Rs. 10,000 (first time in the current block period).
j) Reimbursement of gas, electricity and water bill by the company Rs. 2,500 per annum.
k) Own contribution and Company's contribution to the RPF is 14% of salary. Interest credited to RPF at 14% Rs. 14,000.
l) Gift worth Rs. 10,000 during festival season received from the company during previous year.