



বিদ্যাসাগর বিশ্ববিদ্যালয়
VIDYASAGAR UNIVERSITY
Question Paper

B.Com. Honours Examinations 2020
(Under CBCS Pattern)
Semester - III
Subject : ACCOUNTING AND FINANCE
Paper : C 6-T & C 6-P
(Income Tax Law and Practice)

Full Marks : 60 (Theory - 40 + Practical - 20)
Time : 3 Hours

Candidates are required to give their answer in their own words as far as practicable.
The figures in the margin indicate full marks.

THEORY

Answer any **two** of the following questions :

$20 \times 2 = 40$

1. (a) Mr. Ghosh has a house in Kolkata, self-occupied in the previous year 2019-20-12. The Standard Rent of the house is Rs. 9,000 per month. He took loan from SBI for purchasing that house in 5 years back and repaid Rs. 1,57,470 and Rs. 89,490 towards principal & interest respectively in the financial year 2019-20. Calculate the income under the head House Property of Mr. De for the relevant Assessment Year.
- (b) Distinguish between Short Term and Long Term Capital Gain.
- (c) Mention five incomes which are exempted from tax.

- (d) Write down the provisions of additional depreciation as per IT act.

6 + 4 + 5 + 5

2. (a) Write a short note on Profit in lieu of Salary.
- (b) From the following P/L A/C and additional information furnished by Mr. Chatterjee, Compute his income from business for the Assessment Year 2019-20.

Profit & Loss A/C for the year ended 31.3.2020

| Particulars | Amount | Particulars | Amount |
|---------------------------|--------------------|------------------|--------------------|
| To Salaries | 24,000.00 | By Gross Profit | 1,31,300.00 |
| To Rent | 18,000.00 | By Discount | 7,200.00 |
| To Insurance | 5,700.00 | By Bank Interest | 13,700.00 |
| To Repairs | 8,700.00 | By Dividend | 15,200.00 |
| To Staff Welfare Expenses | 7,200.00 | | |
| To Bad Debt | 5,800.00 | | |
| To Provision for Bad Debt | 4,500.00 | | |
| To Income Tax | 3,500.00 | | |
| To Depreciation | 10,500.00 | | |
| To Interest on Loan | 7,800.00 | | |
| To Interest on Capital | 6,700.00 | | |
| To Net Profit | 65,000.00 | | |
| | 1,67,400.00 | | 1,67,400.00 |

Additional information :

Depreciation as per IT rules amounts to Rs. 12,300.00

Insurance includes Rs. 3,500 being the life insurance premium paid on the life of Mr. Basu.

Staff welfare expenses include Rs. 1,000 being gift on the occasion of marriage ceremony of an employee.

Salary includes Rs. 2,000 is paid to Mr. Chatterjee.

Closing Stock is overvalued by Rs. 2,500.

Opening Stock is undervalued by Rs. 1,500.

3. Mr. Shyam, an employee of a private Ltd. Company in Kolkata, furnishes the following particulars of his salary income for the year 2018-19 :

- (i) Basic Salary Rs. 8,500 per month.
- (ii) Dearness Allowance 50% of basic salary.
- (iii) Medical Allowance Rs. 500 per month.
- (iv) He contributed to P.F. @ 15% of basic salary and dearness allowance. His employer also contributed an equal amount. Interest credited to this fund @ 13% per annum amounted to Rs. 6,500 as on 31.3.2019.
- (v) He is provided with a rent free accommodation (owned by employer) in Kolkata, fair rent of which is Rs. 1,500 per month.
- (vi) He uses a Company's car (cubic capacity of the engine : 1.2 litres) both for official and private purpose. Running and maintenance expenses including driver's salary are met by the company.

Compute his income from salary for the assessment year 2019-20.

4. Write short notes on any two : 2 × 10

- (i) Income from house property exempted from tax.
 - (ii) Residential status of individuals.
 - (iii) Capital Asset.
-

C 6-P

(Preparation of Return of Income Tax)

PRACTICAL

Answer any **one** of the following questions :

1 × 20 = 20

1. (a) Show the procedure of registration of an individual for online filing of income tax return (Use link www.incometaxindia.gov.in)

 (b) Show the links of different e-filing utilities available. (Use link www.incometaxindia.gov.in)

 (c) Show the process of downloading the excel utility for e filing of ITR 1. 8 + 6 + 6

 2. Mention the different types of return forms to be used by different categories of assesses. How do you pay the Self-Assessment Tax (SAT) through online mode ? 10 + 10

 3. Write down the steps of submitting e-return. 20
-