

2023

Time - 3 hours

Full Marks - 80

*Answer all groups as per instructions.
Figures in the right hand margin indicate marks.*

GROUP - A

1. Fill in the blanks. (all) [1 × 12
- (a) The year in which income is earned is called _____.
- (b) CBDT stands for _____.
- (c) As per first basic conditions u/s 6(I), an individual is said to be resident of India if he stays in India for _____ days.
- (d) Exempted incomes are explained u/s _____.
- (e) u/s 16(III), deduction is allowed in respect of _____.
- (f) Interest on RPF balance is exempted up to _____ %.
- (g) Expected Rental Value (ERV) of a building cannot exceed its _____.
- (h) Standard Deduction u/s 24 is allowed @ _____ % of NAV.

[2]

- (i) The income of an assessee engaged in the business of growing and manufacturing tea in India is taxable in the extent of _____%.
- (j) CII stands for _____.
- (k) The maximum aggregate amount of deduction available u/s 80 C, 80 CCC and 80 CCD(I) is _____.
- (l) The assessment u/s 140 A is known as _____.

GROUP – B

2. Write notes on any eight of the following within two to three sentences each. [2 × 8]

- (a) Assessee-in-default
- (b) Gross Total Income
- (c) Assessment Year
- (d) Allowance
- (e) Gratuity
- (f) Standard Rent of House Property
- (g) Long term capital gain
- (h) Less Tax Securities
- (i) Rebate u/s 87(A)
- (j) ex-Parte assessment

[3]

GROUP – C

3. Answer any eight of the following questions within 75 words each.

[3 × 8]

- (a) Maximum Marginal Rate of Tax
- (b) Differences between Tax Evasion and Tax Avoidance
- (c) Agricultural Income
- (d) Discuss Tax Treatment of Recognised Provident Fund (RPF).
- (e) Explain tax treatment of Leave Encashment u/s 10(10AA) for Non-Govt. Employees.
- (f) Explain the provisions of tax law relating to preliminary expenses.
- (g) Explain the term cost of acquisition for Calculating Capital Gain.
- (h) Write a short note on grossing up of interest on securities.
- (i) What is clubbing of Income ? Explain with examples.
- (j) Write a short note on 'Permanent Account Number' (PAN).

GROUP – D

Answer *all* questions within 500 words each.

4. What do you mean by residential status ? Explain briefly the residential status of an individual. [7]

[4]

OR

Give 15 examples of incomes which are totally exempt from income tax.

5. Mr. 'X' a surgeon in a govt. hospital retired on 31.7.2022. He joined as adviser (part time) from 1.9.2021. His other particulars for the year ending 31.3.2023 are :

Salary during government service	₹ 5,76,000
House Rent allowance (living in own house)	₹ 96,000
Gratuity received	₹ 5,72,000
Leave encashment on retirement	₹ 1,20,000
Commuted value of pension	₹ 1,50,000
Expenses on Books and Journals	₹ 15,000
Pension	₹ 2,16,000
Amount Received as advisor	₹ 1,50,000

Compute his income under the head 'salary'.

OR

Define 'Annual value'. Briefly explain the determination of annual value in case of let-out house property under various circumstances.

[5]

6. Calculate income from business and profession from the follows information. [7]

<u>Items</u>	<u>Amount (₹)</u>
Net profit as per P/L statement after adjustment of following transactions	2,60,000
Provision for Bad debt	30,000
Income tax	60,000
Depreciation	20,000
GST Penalty	10,000
Salary	1,20,000
Rent of office building	45,000
Dividend received	20,000
Interest received of FD	3,000

Additional Information :

Following information are traced after preparation of P & L statement :

- Actual Bad debt during the year is ₹ 25,000
- Salary includes ₹ 20,000 as purchase of loose tools
- Depreciation for the years is ₹ 30,000

[6]

OR

Answer the following questions within 250 words each.

- (a) Explain exemption u/s 54 in capital gain in detail with appropriate examples. [3½]
- (b) What is the provision for TDS on winning from lotteries and horse races ? [3½]
7. Explain under what circumstances, Income of other persons can be included in the income of assessee under Income Tax Act, 1961. [7]

OR

Answer the following questions within 250 words each.

- (a) Explain the deductions u/s 80G. [3½]
- (b) Best Judgement Assessment u/s 144 [3½]