



POORNIMA UNIVERSITY, JAIPUR.
MID SEMESTER EXAMINATION 2020-21 (ODD Semester)

School : School of Management and Commerce
Course : II Year III SEM – B.Com
Subject Name : Income Tax I
Subject Code : BCO03101_BCH03101

Max. Time: 1.5 hrs.

Max. Marks: 12

NOTE:- Attempt four questions. There is internal choice in Q. 1 & 2, Q. 3 & 4, Q. 5 & 6 & Q. 7 & 8.

Sec-A (CO 3) (Max. Marks-6)

- | | | | |
|------------|------------|---|------------------------------|
| Q.1 | (a) | How is calculate the deduction from income from salary u/s 16 of Income Tax Act, 1961? Explain. | Marks
(1.5) |
| | (b) | Discuss about the provisions for partly exempted allowances in respect of Income Tax Act, 1961. | (1.5) |

OR

- | | | | |
|------------|------------|---|--------------|
| Q.2 | (a) | When the employer transfers of movable assets to the employee without any consideration than which provisions applied for the same? Explain. | (1.5) |
| | (b) | Bahubali Jain is an employee in a company. He is in pay scale of Rs. 10,000-500-20,000 since 1 st Oct., 2017. He took an advanced salary of 3 months on 1 st Feb. 2019. Determine his amount of basic pay for the A.Y. 2020-21. | (1.5) |

- | | | |
|------------|--|------------|
| Q.3 | Mr. X is an employee getting a monthly salary of ₹ 4,500 plus a dearness allowance of ₹ 500 p.m. He gets 1% commission also on the sales made by him. During the previous year sales made by him amounted ₹ 6,00,000. He contributes 14% of his salary and dearness allowance to a provident fund to which his employer contributes an equal amount. Interest credited to the provident fund @ 15% p.a. which amounted to ₹ 3,000 for the previous year. He also gets a house rent allowance of ₹ 1,600 p.m. He has actually paid ₹ 2,000 p.m. as rent of the house occupied by him for his residence. | (3) |
|------------|--|------------|

OR

- | | | | |
|------------|------------|---|--------------|
| Q.4 | (a) | How is exemption in respect of encashment of earned leave received by an employee calculated? | (1.5) |
| | (b) | Neetu retired from service of a company on 1.1.2020 and sanctioned Rs. 1,600 p.m. as pension. He received Rs. 60,000 for gratuity. He got Rs. 72,000 as computed pension. Calculate his exempted amount of pension. | (1.5) |

Sec-B (CO 4) (Max. Marks-6)

- | | | | |
|------------|------------|---|--------------|
| Q.5 | (a) | Is any maximum limit of deduction u/s 24(b) while computing income from house property, if yes, explain? | (1.5) |
| | (b) | If House remained vacant throughout the year, Than how the Assessee calculate income from house property? Explain the provisions as per Income Tax Act, 1961. | (1.5) |

OR

- | | | | |
|------------|------------|--|--------------|
| Q.6 | (a) | Explain the provisions for recovery of unrealized rent of a period prior to the P.Y. | (1.5) |
| | (b) | Ownership itself is the criteria for assessment under the head of income from house property. Discuss. | |

- | | | |
|------------|--|------------|
| Q.7 | Shri Dinesh Agarwal resides in a house in Delhi. He resides in half portion of the house and remaining half portion is let out @ Rs. 2,000pm. Let out portion remained vacant for two months and rent of two months for the P.Y. was not recoverable. The fair rental value of the house assessed by Municipal Corporation is Rs. 30,000pa. Local tax paid to Rs. 12,000. Expenses incurred include fire insurance premium Rs.400 and ground rent Rs. 600. Interest payable is Rs. 16,000. Compute taxable Income of his house for the A.Y. 2020-21. | (3) |
|------------|--|------------|

OR

- | | | | |
|------------|------------|--|--------------|
| Q.8 | (a) | “Statutory Deduction from NAV is allowed for computation of house property ignoring of actual expense incurred for let out house” Explain this statement. | (1.5) |
| | (b) | Assessee has provided accommodation to Bank in the business premises to run his business in an effective manner. Bank pays a rent of Rs. 6,800 p.m. for the same. Explain with reason whether this income is taxable as income from house property or not? | (1.5) |