

Fakir Chand College

Com. Part-II (Hons). **C23A**. Full marks --50

Direct and Indirect Taxation

Answer any five questions

5x10

1. (a) Give two circumstances where income of previous year is taxed in the same year.
(b) Who is a Non Resident Individual?

5+5

2. Compute Income from salary of Mr. X for the assessment year 2020-21 from the following particulars.

- a) Basic salary Rs.22, 000 p.m. b) D.A 50% of basic salary. c) Rent free accommodation in Kolkata provided by the employer. e) The cost of furniture provided therein is Rs.10,000
f) Entertainment allowance Rs. 400.p.m. g) He and his employer contributed 13 % of salary to R.P.F. h) The interest on R.P.F balance at 12% p.a. is Rs.18,000. i) Free use of motor car of 1.8 litres with driver partly for official purpose and partly for personal purpose. J) The following expenses were borne by the employer on behalf of Mr. X: Electricity bill-Rs 2,000. Professional tax- Rs.2400.

3. Mr. Y is the owner of two houses in Kolkata, the particulars of which are given below. Compute the income from house property for the assessment year 2020-21.

	House-1 (Rs.)	House-2 (Rs.)
Rent received	10,000	18,000
Gross Municipal value	10,000	20,000
Standard Rent	11,000	22,000
Municipal tax (50% paid by the owner)	10%	10%
Interest on loan taken for construction of the house	2,000	3,000

4. Mr. B. Sarkar submits the following information for the previous year 2019-20

Income from salary Rs.25,000 p.m

Income from Business Rs. 1,40,000

Bank interest Rs.10,500. Dividend from Indian company- Rs. 20,000.

Long - term capital gain-Rs. 25,000. Short-term capital gain-Rs.5,000.

Life insurance premium paid by Sarkar on his own life Rs.26,000 (Policy value Rs.1,00,000)

Deposited in PPF Rs. 20,000. Payment on health insurance premium (on own health) Rs.12, 000.

Compute total income and tax liabilities of Mr. B.Sarkar for the assessment year 2020-21

5. What is PAN? Mention any three transactions when quoting of PAN is mandatory under Income Tax Act. What are the due dates of filing of return of income?

2+3+5

6. (a) State the advantages of VAT

(b) Explain the concept of `Zero rated sales`

5+5