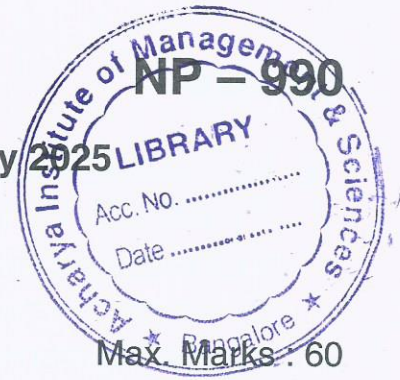




VI Semester B.B.A. Examination, June/July 2025
(NEP Scheme) (F+R)
BUSINESS ADMINISTRATION
Paper – 6.2 : Income Tax – II



Time : 2½ Hours

Instruction : Answer should be written in **English** only.

SECTION – A

1. Answer **any 6** sub-questions. **Each** question carries **2** marks. **(6×2=12)**
- Give the meaning of the concept profession.
 - What is long term capital gain ?
 - Mention any 4 disallowable expenses, while computing income from business.
 - Give the full form of CII, PAN.
 - State the income tax provision U/S 80 D.
 - Mention any four incomes chargeable to tax under the head income from other sources.
 - Mention two types of capital assets.
 - Explain the tax provision for carry forward of house property loss.

SECTION – B

Answer **any three** of the following questions, **each** carry **4** marks. **(3×4=12)**

2. Mr. Ankit purchased a residential house during the previous year 2001– 02 (CII = 100) for ₹ 40 lakhs and sold it for ₹ 2 crores during the previous year 2023 – 24 (CII = 348) he purchased a house worth ₹ 31 lakhs on February 2024. Calculate taxable capital gain for the AY 2024-25.

3. Mr. Prasad is a registered medical practitioner, furnishes the following information for the PY 2023-24. Compute taxable income from profession for the AY 2024-25.

Incomes : Consultation fee ₹ 10,000, Visiting fee ₹ 20,000 gains on Race 10,000, profits on sale of securities ₹ 6,000.

Expenditure : Salaries ₹ 8,000, Income tax ₹ 2,000, gift to daughter ₹ 7,000. Interest on capital ₹ 1,000.



4. Mrs. Vasantha furnishes the following particulars of his income for the PY 2023-24. Compute his income from other sources for the AY 2024-25.
- 1) Examinership remuneration ₹ 2,000.
 - 2) Income from units of Mutual fund ₹ 1,200.
 - 3) Income from interest on deposits in post office saving bank a/c ₹ 3,000.
 - 4) Interest on post office National Savings Certificates VII issues ₹ 5,000.
5. Mr. Ravi furnishes the following particulars of his income and expenses for the PY 2023-24. Compute total income for the AY 2024-25.
- a) Income from House property ₹ 26,000.
 - b) He is a property linker and during the PY earned an income of ₹ 1,50,000 by way of commission.
 - c) The interest on fixed deposit in HDFC bank ₹ 30,000.
 - d) During the PY ₹ 20,000 as prize money earned by him in Maharashtra state lottery ticket.
 - e) He deposited ₹ 3,000 in his PPF account.
 - f) Donation to Rajiv Gandhi foundation ₹ 2,000.
6. Explain the tax provisions to set-off and carry forward of the following.
- a) Loss from speculation.
 - b) Short term capital loss.

SECTION – C

Answer **any three** of the following questions. **Each** question carries **12** marks.

(3×12=36)

7. From the following particulars, compute the Business income of Mr. Sadiq for the AY 2024-25.

| Particulars | ₹ | Particulars | ₹ |
|----------------------------|-----------------|-----------------------|-----------------|
| To Salaries | 90,000 | By Gross profit | 3,00,000 |
| To Rent and Taxes | 20,000 | By Dividend | 4,000 |
| To Reserve for Income tax | 6,000 | By Bad debt recovered | |
| To Depreciation | 12,000 | (allowed earlier) | 2,000 |
| To Expenses on acquisition | | By Interest from Bank | 1,200 |
| of patent right | 56,000 | | |
| To Office expenses | 40,000 | | |
| To Donation | 4,000 | | |
| To Bad debts | 5,000 | | |
| To Net profit | 74,200 | | |
| Total | 3,07,200 | | 3,07,200 |

**Additional Information :**

- 1) Depreciation for the year on all assets other than patent right is 16,900 (on patent right 25% Dep.)
 - 2) Staff salaries include ₹ 5,000 paid to domestic servant.
8. Mr. David an advocate, furnishes the following receipts and payments for the PY 2023-24.

Receipt and Payment A/c

| Receipts | ₹ | Payments | ₹ |
|--|-----------------|--|-----------------|
| To Balance b/d | 6,500 | By Rent | 3,000 |
| To Legal fees | 84,000 | By Telephone exp. | 2,000 |
| To salary (as a part time lecturer) | 3,500 | By Salaries | 5,000 |
| To Interest on debenture | 2,500 | By Travelling exp. | 1,000 |
| To gift from client | 5,000 | By office expenses | 500 |
| To Rent | 6,000 | By purchase of stamp paper and court fee stamps | 1,500 |
| To Interest on foreign security | 8,000 | By Interest on loan | 800 |
| | | By Income tax paid | 8,000 |
| | | By LIC premium | 5,000 |
| | | By Balance c/d | 88,700 |
| | 1,15,500 | | 1,15,500 |

Additional Information :

- 1) The loan was taken for constructing his residential house.
- 2) Gift from clients includes ₹ 2,000 received from his father.
- 3) Actual rent paid was ₹ 2,000.

Compute the professional Income for the AY 2024-25.



9. Mr. A submits the following particulars about sale of assets during the PY 2023-24.

| | Jewellery | Plot | Gold |
|---------------------|------------------|-------------|-------------|
| | ₹ | ₹ | ₹ |
| Sale price | 5,00,000 | 21,74,000 | 2,50,000 |
| Expenses in sale | nil | 24,000 | nil |
| Cost of acquisition | 1,50,000 | 7,00,000 | 80,000 |
| Year of acquisition | 2007-08 | 2004-05 | 2009-10 |
| CII | 129 | 113 | 148 |

He has purchased a house for ₹ 12,00,000 on 1-3-2024. Calculate the amount of taxable capital gain for AY 2024-2025. (CII for 2024-2025 – 348).

10. Mrs. Lakshmi has the following investments and incomes in the PY 2023-24. Calculate her income from other sources for the AY 2024-25.

- Dividend from an Indian company ₹ 7,800.
- Royalty by the publication of a book ₹ 2,000.
- Winnings from lottery (net) ₹ 35,000.
- ₹ 40,000, 10% Debentures of company (unlisted)
- ₹ 50,000, 12% Government securities.
- ₹ 60,000, 13% less tax commercial securities (unlisted)
- ₹ 5,000 as interest on debentures.
- She claims the collection charges for interest and dividend @ 2% of net amount realised.

11. Mr. Kapoor submits the following particulars of income and expenses.

- Income from house property ₹ 1,00,000 (letout).
- Income from long term capital gain ₹ 75,000.
- Interest received from public provident fund ₹ 10,000.
- Share of income from HUF ₹ 1,20,000.
- Interest on fixed deposit in a bank ₹ 15,000.

Expenses :

- Loan repayment towards home loan installment ₹ 20,000.
- Life insurance premium paid ₹ 22,000.
- Contribution to National defence fund ₹ 5,000.
- Medical insurance premium of wife paid in cash ₹ 5,000.

Compute tax liability as per old tax regime for the AY 2024-25.