

S.V.'s SRIDORA CACULO COLLEGE OF COMMERCE & MANAGEMENT STUDIES
Telang Nagar, Khorlim, Mapusa-Goa.
T.Y.B.COM FIFTH SEMESTER END EXAMINATION (REPEAT), JUNE, 2022
W.E.F- 2019-20 (C.B.C.S)

Duration: 2 Hours

Max Marks: 80

Accounting Major I: INCOME TAX & GOODS & SERVICES TAX (DSE 1)

Instructions:

- 1. Question No. 1 is compulsory.**
 - 2. Answer any 3 questions from the remaining questions.**
 - 3. Figures to the right indicate full marks for the respective question.**
 - 4. Show important working notes as fair work.**
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Q.1. A) Mr. Raghav, a resident of India (50 years of age) paid by cheque during the previous year 2020-21, medi claim insurance premium of Rs. 25,000 on the health of his dependent mother (a senior citizen) and Rs. 30,000 on the health of his father (a senior citizen). He also paid Rs. 25,000 on his own health, Rs. 25,000 on the health of his spouse and Rs. 8,000 for his dependent brother.

Compute the amount of deduction under section 80D for the assessment year 2021-22. 5

B) Net taxable income of Ms. Rucha, (59 years of age) is Rs. 3, 50,000 for the previous year 2020-21.

Compute her income tax liability for the Assessment year 2021-22. 5

C) Mr. Nitish provides the following information regarding the gifts received and property purchased by him during the previous year 2020-21: 5

- 1. Gift of Bullion worth Rs.1, 50,000 received from his friend on his marriage ceremony.**
- 2. Rs. 5,00,000 worth movable property received by him by way of inheritance.**
- 3. Fixed deposit of Rs. 5,00,000 in contemplation of death of his Uncle.**
- 4. Gift of a flat in Mapusa from his grandfather (stamp duty value is Rs. 25,00,000)**
- 5. He purchased a painting for Rs. 6,00,000 from an exhibition in New Zealand (the fair market value of the work of art on the date of purchase is Rs. 7,50,000).**

Compute the amount of gifts chargeable to tax for the Assessment year 2021-22.

D) Ms. Uma, a registered dealer in Goa provides you the following particulars for the period of February, 2021.

- i. Goods purchased within the state - Rs. 4,00,000 (excluding GST @ 5%).
- ii. These goods were sold in Mumbai with IGST @ 18% on sales by doing the following value addition to it:

Other expenses incurred –Rs. 30,000 and Profit –Rs. 30,000.

Compute the amount of tax payable after utilising the input tax credit. **5**

Q. 2 Mr. Ravish, a government employee furnishes you the following information for the previous year 2020-21. His income under the head Salaries is Rs. 5,50,000.

He owns three flats the details of which are as under:

Particulars	Flat 1	Flat 2	Flat 3
Nature of occupation	SOP	LOP	LOP
Municipal Value	200,000	120,000	240,000
Fair Rent	240,000	180,000	300,000
Standard Rent as per Rent Control Act	250,000	200,000	264,000
Annual Rent	-----	216,000	300,000
Unrealised Rent (Conditions of Rule 4 satisfied)	-----	18,000	-----
Loss due to Vacancy	-----	-----	25,000
Interest on borrowed capital for repairs	110,000	30,000	59,000
Municipal Taxes paid by Ravish	4,000	3,000	5,000

Additional information for the previous year 2020-21 is as follows:

1. Repayment of principal amount of housing loan Rs. 45,000.
2. Deposited Rs. 20,000 in PPF account in his own name.
3. Paid life insurance premium on the life of his married daughter Rs. 5,000.
4. Donated by cheque Rs. 22,000 to National foundation for communal harmony and Rs. 8,000 to Jawaharlal Nehru Memorial Fund.

Compute his net taxable income for the Assessment Year 2021-22. **(20)**

Q. 3 A) Mr. Sushant furnishes the following details for the previous year 2020-21 for calculating his net total income.

Particulars	Amount—Rs.
Net agricultural income from Sri Lanka-----	1,25,850
Rent received on subletting of house property.-----	1,31,500
Rent payable for the property sublet-----	75,000
Repairs and maintenance of above house property-----	7,500
Annual rent from a vacant plot of land let out for parking	98,000
Interest on savings bank account in Canara bank.-----	11,500
Winnings from lotteries (net after Tax of Rs.37,500)-----	87,500
Cost of lottery ticket-----	490
Interest accrued but not received on NSC VIII issue (for 4 th Year)	5,500
Interest on securities issued by Govt. of Nepal-----	8,000
Dividends received from foreign companies-----	12,560
Collection charges on above dividends.-----	750
Income tax refund (including interest Rs.5,600)-----	26,600
Interest on post office savings bank Account.-----	11,000

Further information for the year is as under.

- He deposited with LIC of India for maintenance of his brother suffering from 81% disability dependent on him.
- His contribution towards annuity plan of LIC for receiving pension after 20 years was Rs.36,000
- His computed income from business for the year is Rs.3,80,000 and from salaries Rs.1,20,000.

Compute total income of Mr. Sushant for the Assessment year 2021 – 22. (15)

Q. 3 B) Ms. Resha furnishes you the following details of her capital assets for the previous year 2020-21:

- House property worth Rs. 5,00,000 purchased on 5-05-2016 was sold on 1-11-2020 for Rs.20,00,000. She made alterations to the house on 13-06-2017, thereby incurring an amount of Rs. 2,00,000 towards the cost of alteration.

Commission paid to the Broker on transfer of the house amounted to Rs.20, 000. Exemption under section 54 available to her was Rs. 10,00,000.

ii) She had purchased a gold jewellery on 10-09-2019 whose value was Rs. 7,00,000. She sold the same on 19-09-2020 for Rs. 15,00,000.

Compute the Capital Gains chargeable to tax in the hands of Ms. Resha for the Assessment year 2021-22. 5

(Cost Inflation Index: 2016-17: 264, 2017-18: 272, 2019-20: 289, 2020-21: 301)

Q. 4 Write short notes on any **four** of the following: (5X4=20)

- a. Gross Annual Value
- b. Any five items that can be covered under section 56 under the head Income from other sources.
- c. Deduction from GTI under section 80C of the Income Tax Act, 1961.
- d. Provisions of section 87A-Rebate under the Income Tax Act, 1961.
- e. Deduction under section 80E.

Q. 5 Write short notes on any **four** of the following: (5X4=20)

- a. Definition of Capital asset under the Income Tax Act
- b. Self-Occupied house property.
- c. Provisions of Section 80U of the Income Tax Act, 1961.
- d. Due dates of payment of Advance tax.
- e. Concept of SGST, CGST and IGST under the Goods and Services Tax.

Q. 6 Write short notes on any **four** of the following: (5X4=20)

- a. Deduction under section 80TTA.
- b. Self-Assessment tax under section 140A of the Income Tax Act, 1961.
- c. Loss Return under section 139(3) of the Income Tax Act, 1961.
- d. E-Way Bill.
- e. Definition of Person under CGST Act, 2017.