Reg. No. | | | | | | | | |

G. VENKATASWAMY NAIDU COLLEGE (AUTONOMOUS), KOVILPATTI – 628 502.

UG DEGREE END SEMESTER EXAMINATIONS - NOVEMBER 2025.
(For those admitted in June 2023 and later)

PROGRAMME AND BRANCH: B.Com.

SEM	CATEGORY	COMPONENT	COURSE CODE	COURSE TITLE
V	PART - III	CORE - 11	U23CO511	INCOME TAX LAW AND PRACTICES- I

Date & Session: 08.11.2025/FN **Time: 3 hours** **Maximum: 75 Marks**

Course Outcome	Bloom's K-level	Q. No.	**SECTION – A (10 X 1 = 10 Marks)** Answer ALL Questions.
CO1	K1	1.	Income Tax Act was passed in the year ________. a) 1981 b) 1971 c) 1961 d) 1951
CO1	K2	2.	Representative assessee can also be called as________. a) ordinarily Assessee b) Deemed Assessee c) Assesse in Default d) Foreign Assessee
CO2	K1	3.	An Indian Company is always________. a) Resident b) Non resident c) Resident But not ordinarily Resident d) Not ordinarily resident
CO2	K2	4.	Under the Income Tax Act, the incidence of taxation depends on_____. a) the citizenship of the tax payer b) the residential status of the tax payer c) the age of the tax payer d) the income level of the tax payer
CO3	K1	5.	Gratuity received by the Government Employee is ________. a) Partially exempted b) Fully taxable c) Exempted up to Rs.3,50,000 d) Fully Exempted
CO3	K2	6.	Employer contribution towards RPF is taxable in excess of ________. a) 9 % of salary b) 9.5 % of salary c) 12 % of salary d) 15 % of salary
CO4	K1	7.	In House Property income standard deduction allowed is ________. a) 30 % of GAV b) 30 % of NAV c) 25 % of NAV d) 25 % of GAV
CO4	K2	8.	Interest on Pre construction period will be allowed in __________ equal annual instalments. a) 2 b) 3 c) 4 d) 5
CO5	K1	9.	Rate depreciation on Furniture is ________. a) 10% b) 15% c) 20% d) 25%

CO5	K2	10.	Which of the following expenditure is not allowed as deduction while computing business income? a) Rent b) Entertainment c) Donation d) salary
Course Outcome	**Bloom's K-level**	**Q. No.**	**<u>SECTION – B</u> (5 X 5 = 25 Marks)** **Answer <u>ALL</u> Questions choosing either (a) or (b)**
CO1	K3	11a.	Identify the features of income tax **(OR)**
CO1	K3	11b.	Classify the different types of assessee.
CO2	K3	12a.	Mr.Velan of Madurai left India on 12th September 2024 as an employee in "Jalausha" an Indian ship and was back in Madurai on 20th September 2025. Determine his residential status for the assessment year 2025-2026. **(OR)**
CO2	K3	12b.	Arul is an ordinarily resident in India for the past 10 years. He is a Kartha of a HUF which was wholly controlled from Singapore during the previous year 2024-25. a) Determine the residential status of HUF for the AY 2025-2026. b) Does it make any difference if Arul is "Resident but not a ordinarily resident"?
CO3	K4	13a.	Analyse any four fully taxable allowances. **(OR)**
CO3	K4	13b.	Mr.Anbu is salaried employee working in Delhi. He gives the following details. Salary - Rs.20,000 p.m. D.A (Forming part) - Rs.10,000 p.m. HRA - Rs.8,000 p.m. (Rent paid by him Rs. 10,000 p.m.) Calculate taxable HRA.
CO4	K4	14a.	Find out the Gross Annual Value from the following details pertaining to a house property which is let out for residence. Municipal Value - Rs.1,60,000 Fair rent - Rs.1,61,000 Standard rent - Rs.1,75,000 Actual Rent received - Rs.1,90,000 **(OR)**
CO4	K4	14b.	From the following ascertain the Net Annual Value of the House property for the Assessment year 2025-2026. Municipal Value - Rs.40,000 Fair rent - Rs.45,000 Standard rent - Rs.50,000 Actual Rent received - Rs.48,000 Municipal tax @ 10 % is paid by the owner.
CO5	K5	15a.	Discuss the various allowable expenses in income from Business. **(OR)**
CO5	K5	15b.	Predict whether the following expenses are admissible or inadmissible while calculating income from business. 1. Amount spend on fixing of Neon sign board 2. Penalty paid for violating rules 3. Municipal tax of quarters let to employees 4. Advertisement expenses Rs.30,000 paid in cash.

Course Outcome	Bloom's K-level	Q. No.	**SECTION – C (5 X 8 = 40 Marks)** **Answer ALL Questions choosing either (a) or (b)**
CO1	K3	16a.	Write the various objective of taxation. **(OR)**
CO1	K3	16b	Identify the incomes which is exempted from income tax.
CO2	K4	17a.	Mr.Williams is a German Citizen. During the financial year 2024-25 he was in India for 120 days. Determine his residential status for the assessment year 2025-2026 on the assumption that during the financial year 2014-2015 to 2023-24 he was present in India as follows. 2014-15 - 20 days 2015-16 - 16 days 2016-17 - 28 days 2017- 18 - 30 days 2018- 19 - 50 days 2019- 20 - 150 days 2020- 21 - 59 days 2021- 22 - 59 days 2022- 23 - 182 days 2023 -24 - 182 days **(OR)**
CO2	K4	17b.	Raman had the following income during the previous year 31.03.2025. 1. Salary received in India for three months Rs.9,000 2. Income from HP in India (Computed) Rs.13,470 3. Interest on Saving bank deposits in SBI Rs.1,000 4. Amount brought into India out of the past untaxed profits earned in Germany Rs.20,000 5. Income from Agriculture in Indonesia being invested in India Rs.12,350. You are required to compute his total income for the assessment year 2025-2026, if he is a) Resident b) not ordinarily resident c) non-resident.
CO3	K4	18a.	Examine the tax treatment of the following allowances received by Mr.A employed in a Private company. 1. City Compensatory allowance Rs.5,000 p.m. 2. Tiffin allowance Rs.300 p.m. 3. Servant allowance Rs.1,200 p.m. 4. Entertainment allowance Rs.9,000 p.m. 5. Tribal area allowance Rs.300 p.m. 6. Marriage allowance Rs.300 p.m. 7. Overtime allowance Rs.150 p.m. 8. Project allowance Rs.100 p.m. **(OR)**
CO3	K4	18b	Mr.Ashokkumar is working in a government organisation. He furnishes the following particulars. Compute his taxable salary for the previous year 2024-2025. 1. Basic salary Rs.50,000 p.m. 2. D.A. (75% enter into service benefits) Rs.10,000 p.m. 3. Entertainment allowance Rs.12,000. However his actual expenditure towards it amounted to Rs.15,000.

4. Professional tax paid by his employer Rs. 3,800.
5. Employer contribution towards RPF Rs.90,000.

CO4 | K5 | 19a.

From the particulars given below compute Income from house property for the assessment year 2025-2026.

Date of completion	: 1-11-1994
Municipal rental value	: Rs.36,000
Fair rental value	: Rs.30,000
Self-occupied	: 2/3 Portion
Let out	: 1/3 Portion from 01-04-2024 to 31.08.2024 at Rs.1000 p.m. and self-occupied from 01.09.2024 onwards.
Municipal tax	: Rs.3,000 p.a.
Fire Insurance Premium	: Rs.2,400 p.a.
Ground rent	: Rs.4,200 p.a.
Interest on loan	: Rs.7,500 p.a.

(OR)

CO4 | K5 | 19b

From the following particulars, compute the gross annual value.

Particulars	House I	House II
MRV	68,000	1,10,000
FRV	72,500	1,31,000
SRV	71,000	1,20,000
Actual rent	7000 p.m.	12,000 p.m.
URR (in months)	35,000	21,000
Vacancy period	3 months	5 months.

CO5 | K5 | 20a.

From the following Profit and loss account of Mr.Ashok, compute his taxable income from business for the Previous year 2024-2025.

Particulars	Rs.	Particulars	Rs.
To salary to staff	48,000	By Gross profit	75,000
To donation	6,000	By Income from HP	15,000
To electricity	5,000	By dividend from Investment	5,000
To provision for bad debts	3,000		
To Net profit	33,000		
	95,000		95,000

(OR)

CO5 | K5 | 20b

From the following Receipts and payment account of Dr.Sundar, compute his professional income for the Previous year 2024-2025.

Receipts	Rs.	Payments	Rs.
To Balance b/d	1,50,000	By Establishment Expense	30,000
To Consultation fees	24,00,000	By rent of clinic	1,20,000
To visiting fees	3,60,000	By staff salary	4,80,000
To sale of medicine	11,40,000	By Electricity	60,000
To gift from patients	50,000	By investment in residential property	32,90,000
To gift from relatives	60,000	By books	10,000
To dividend on shares	5,000	By balance c/d	1,75,000
	41,65,000		41,65,000