

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 600 086.
(For candidates admitted during the academic year 2011-12 & thereafter)

SUBJECT CODE : 11CM/MC/PT64

B.Com. DEGREE EXAMINATION APRIL 2016
COMMERCE
SIXTH SEMESTER

COURSE : MAJOR – CORE
PAPER : PERSONAL TAX ASSESSMENT
TIME : 3 HOURS

MAX. MARKS : 100

SECTION A

ANSWER ALL QUESTIONS:

10 x 3 = 30

1. Define Person.
2. What is meant by Standard rent?
3. Define the term Dividend.
4. Write any three exempted Perquisites.
5. What is Assessment year?
6. From the following details, Calculate taxable House rent allowance of Mr. Kannan who is Working and residing in Chennai.

Basic salary 78,000

Dearness allowance 7,800

(Forming part of Salary)

House rent allowance per Annum 11,700

Rent paid per Annum 13,200

7. Calculate Gross annual value from the following

Municipal rental value Rs 80,000 p.a.

Fair rental value Rs 85,000 p.a.

Standard Rent Rs 60,000

Actual Rent Rs 50,000

8. Mr. A invested Rs 1, 00,000 in 8% Tax free Debentures of a company. What will be his Taxable interest for the previous year ending on 31-3-2015. If the rate of tax Deducted at Source is @10%.

9. Mr.Rajan Submits the Following Information relevant for the previous year ending March 31, 2014.

Loss from House Property -45,000

Business income 25,000

Short-term capital Gain 10,000

Determine the Net Income.

10. Mr. Subramani Left India for the first time on 20.5.2012. During the financial year 2014-15, He comes, to India on May 27 and stayed for a period of 58 days in India. Determine his residential status for the previous year 2014-15.

SECTION B

ANSWER ANY FIVE QUESTIONS:

5 x 8 = 40

11. How would you determine the Residential Status of an Individual?
12. What Deduction is allowed from the annual value in computing income from House property?
13. Explain the various types of 'provident fund'.
14. Mr. Basu received the following incomes during the year 2014-15. Compute taxable income under the head income from other Sources.
- | | |
|--|-----------|
| Income from less Tax commercial securities | Rs 20,000 |
| Winnings received from Sikkim lottery | Rs 70,000 |
| Interest from post office savings bank deposit | Rs 5,000 |
| Winnings from Horse races | Rs 2,000 |
| Winnings from Crossword puzzles | Rs 4,000 |
| Interest on government securities | Rs 10,000 |
| Income from sub-letting | Rs 20,000 |
- (Rent paid: Rs 8,000 and Repair charges incurred: Rs 4,000)

15. Sri Srinivasan took a loan of Rs 4, 00,000 on 1-4-2011 at 20% P.a. to construct a house. The Construction of the house was completed on 1-11-2013. Compute the amount of interest deductible in computing the income from house property if the house is let out, and the loan is not yet repaid during 2014-15.
16. Mr. Lalu retired on 30-11-2014 from a coal mine after putting a service of 28 years and 10 months. At the time of retirement he was getting a salary of Rs 16,000 p.m. and he used to get an increment of Rs 500 p.m. On 1st April every year. His DA was Rs 2,000 p.m. Gratuity received Rs 3, 40,000. Find out his taxable gratuity, if he is covered under gratuity act, 1972.
17. Find out the tax liability of Mrs. Meena in the following cases for the PY:
She is a resident woman and date of birth is June 5, 1960.
Mrs. Meena has income of Rs.9, 00,000 (*i.e.*, long term capital gain: Rs 50,000, Pension before standard deduction: Rs. 3, 60,000 and interest on Tamilnadu government securities Rs.4, 90,000).
She pays Rs. 15,000 as insurance premium annually.

SECTION C

ANSWER ANY TWO QUESTIONS:

2x15 =30

18. A house was completed on 1st April 2014 and the following information is available about this house.

Municipal value of the house	Rs 30,000 P.a.
Fair rental value of the house	Rs 32,000 P.a.
Actual rent	Rs 4,000 P.m.
Municipal taxes	Rs 6,000 P.a.
Let out for the period 1-4-2014 to 31-12- 2014 and self-occupied from 1-1-2015 onwards.	
Fire insurance premium	Rs 3,600 P.m.
Land revenue	Rs 6,000 P.m.
Interest on loan for the period	
a) 1-4- 2011 to 31-3-2014	Rs 45,000
b) 1-4-2014 to 31-3-2015	Rs 15,000

Calculate income from house property for the previous year ending 31-3-2015.

19. From the following particulars given below compute the salary income of Mrs. Revathy for the year ending on 31-3-2015

1) Net salary received after deduction of the following	1,50,000
Income tax deducted at source	6,000
Own contribution to RPF	20,000
Rent of residential house provided	4,000
2) Profit bonus	24,000
3) Entertainment allowances	12,000 P.a
4) She went on tour for official purposes and received travelling allowance	6,000
5) She was ill and she was treated in a notified hospital. Medical bills reimbursed	18,000
6) She was provided with rent free house owned by a company at Patna [Population 20 lakhs] company also provided a gardener to maintain this house. Salary of the gardener paid by the company	500 P.m.
7) The electricity and water bill of the above house paid by the company	1,200 P.m.
8) She was provided with a car of 1.2 lt.CC which was used partly for Personal and partly for employment purposes.	
9) The company contributed Rs 24,000 towards RPF.	

20. Following are the particulars of income of Mr. RTM for the assessment year 2015-16:

		Rs.
i	Income from business in Mumbai	80,000
ii	Income from house property in Pune	20,000
iii	Pension from former employer for service rendered in India but received in U.K.	24,000
iv	Profit from business in UK but controlled from Mumbai Out of this Rs. 20,000 were received in India	1,60,000
v	Dividend from an Indian company but received in U.K.	18,000
vi	Income from agriculture in Nepal : received there but later on remitted to India	60,000
vii	Interest on Bonds issued by U.K. Government out of which 50% is received in India	40,000
viii	Past untaxed income of 2011-12 to 2013-14 brought in to India during 2014-15	4,00,000
ix	Income from house property in U.K. and donated there to a notified charitable institution	20,000
x	Profit from Business in Dharwad	7,000
xi	Income accrued in India but received in Italy	6,000
xii	Profit from business in England received in India	5,000
xiii	Income from house property in Africa received in India	4,000

Compute the total income for the assessment year 2015-16 if Mr. RTM is:

- (a) Resident.
- (b) Resident but not ordinarily resident; and
- (c) Non resident.

21) Shri John, a resident individual, provides the following information relevant to the previous year ending march 31,2015:

- 1) Income from salary (computed) 72,000

- 2) Income from salary (computed)

House I	24,000
House II	-60,000
House III (self-occupied)	-20,000

- 3) Profits and gains of Business or profession

Business I	25,000
Business II	-20,000
Business III (speculation)	40,000
Business IV (speculation)	-75,000

4) Capital gains:	
STCL	-13,000
LTCG	7,000
5) Income from other sources (computed)	
Income from securities	-20,000
Bank interest	10,000
Income from card games	30,000
Income from betting	30,000
Loss from gambling	-60,000
Income on maintenance of race horses:	
At Chennai	-40,000
At Bangalore (stake money received)	30,000

Determine the gross total income for the AY: 2015-16
