



# PRESIDENCY UNIVERSITY

BENGALURU

Roll No.													
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## End - Term Examinations –MAY 2025

Date: 30-05-2025

Time: 01.00 pm – 04:00 pm

<b>School:</b> SOC	<b>Program:</b> BBA, BBB, BBD	
<b>Course Code:</b> BBA2069	<b>Course Name:</b> Income tax for Managers	
<b>Semester:</b> IV	<b>Max Marks:</b> 100	<b>Weightage:</b> 50%

CO - Levels	C01	C02	C03	C04	C05
Marks	18	33	33	33	33

### Instructions:

- (i) Read all questions carefully and answer accordingly.
- (ii) Do not write anything on the question paper other than roll number.

### Part A

Answer ALL the Questions. Each question carries 2 marks.

10Q x 2M=20M

1.	What is Previous Year?	2 Marks	L1	C01
2.	Expand PAN and CBDT.	2 Marks	L1	C01
3.	Name any four exempted allowances.	2 Marks	L	C02
4.	List five heads of Income under Income tax act of 1961.	2 Marks	L1	C02
5.	What is Unrealized rent?	2 Marks	L1	C03
6.	State the provision under section 24 of Income tax Act.	2 Marks	L1	C03
7.	List any four admissible expenses in income from business.	2 Marks	L1	C04
8.	What is LTCG and STCG?	2 Marks	L1	C04
9.	State the amount of deduction U/s 80D.	2 Marks	L1	C05
10.	What is Total Income?	2 Marks	L1	C05

## Part B

**Answer ALL the Questions. Each question carries 7 Marks.**

**Total Marks 35M**

<b>11.</b>	<b>a.</b>	Sam came to India first time during the PY 2023-24. During the previous year, he stayed in India for a) 50 days; b) 183 days; & c) 153 days. Show his residential status in each case for the AY 2024-25.	<b>07 Marks</b>	<b>L2</b>	<b>CO1</b>
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Or

<b>12.</b>	<b>a.</b>	Explain the canons of Taxation.	<b>07 Marks</b>	<b>L2</b>	<b>CO1</b>
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<b>13.</b>	<b>a.</b>	MRS Ranjitha is working in a company and getting a basic pay of Rs 8,000pm, DA at 20% of basic pay, Commission at 5% of basic pay. HRA at 12% of basic pay and bonus equal to two months of basic pay. She is residing in a rented house at Rs 1,800pm. Determine the taxable amount of HRA for the AY 2024-25	<b>07 Marks</b>	<b>L5</b>	<b>CO2</b>
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Or

<b>14.</b>	<b>a.</b>	A company appointed Mr. Ram in Mumbai. Show his taxable income from salary. Basic Salary Rs. 4,80,000 Special allowances Rs. 2,64,000 Transport allowance Rs. 19,200 Telephone facility Rs. 4,800 HRA Rs. 1,20,000 Refreshments Rs. 12,000 Rent paid by Ram is Rs. 15,000 p.m.	<b>07 Marks</b>	<b>L2</b>	<b>CO2</b>
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15.	a.	Determine the NAV for the Assessment year 2024-25:		07 Marks	L5	CO3
		Particulars	Amount in Rs			
		Municipal Rental Value	1,00,000			
		Fair Rental Value	90,000			
		Actual Rent pm	10,000			
		Unrealized rent	10,000			
		Vacancy period Loss	15,000			
		Standard Rent	1,10,000			

Or

<b>16.</b>	<b>a.</b>	Show the annual value of house of Mr. Subhash for the A.Y. 2024-25 Municipal value Rs. 1,50,000 Fair rent Rs. 1, 70,000	<b>07 Marks</b>	<b>L2</b>	<b>CO3</b>
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		Actual rent per month 15,000 Municipal tax paid by landlord 10% of M.V. Unrealized rent 25,000			
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17.	a.	Mr. Kumar an advocate, furnishes the following receipts and payment for the PY 2022-23.				07 Marks	L5	CO4
		Receipts	₹	Payments	₹			
		To Balance b/d	6540	By Telephone	3000			
		To Legal fees	84400	By Rent	2400			
		To Interest on Debentures	2700	Salaries	2400			
		To Salary (Part time Lecture)	3600	By Travelling Exp	560			
		To gift from the client	10000	By office Exp	840			
		To rent	6000	By Stamp Paper	1600			
		To Interest on foreign Security	8000	By Interest on Loan	870			
		To Refund of company deposits	2000	Donation to a School	5000			
				By Balance c/d	106570			
		Total	123240	Total	123240			
Determine his taxable income from Profession.								

**Or**

18.	a.	Classify the following as short term or long-term capital asset. a. ITC Limited shares held for 12 months b. HDFC Gold arbitrage fund units – 30 months c. Vacant site in Bengaluru – 25 months d. Vacant site in village 10 km outside the municipal limits of Bengaluru e. House property in Delhi – 3.5 years f. House Property in Rajasthan - 2 years g. Gold purchased in 2015.	07 Marks	L2	CO4
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19.	a.	Identify any seven deductions U/s 80G.	07 Marks	L3	CO5
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**Or**

20.	a.	X (31 years) is a resident individual. For the previous year 2023-24, his business income is Rs.50,60,000. He does not have any other income. He is eligible for deductions of Rs. 1,50,000 under section 80C, Rs. 25,000 under section 80D, Rs.80,000 under section 80G.	07 Marks	L1	CO5
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		Find out the total income of Mr. X for the assessment year 2024-25.			
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### Part C

Answer any Three Questions. Each question carries 15 marks

3Q x 15M=45M

21.	a.	<p>Ms. Rohini who is working in ABC Company gives the following particulars.</p> <ol style="list-style-type: none"> <li>Basic salary Rs 24,000 pm</li> <li>Dearness allowance Rs 1,000 per month (60% enters into retirement benefits).</li> <li>Conveyance allowance Rs 800 per month (Rs 600 per month used for official purpose).</li> <li>HRA Rs 8,000 per month (rent paid in Bengaluru is Rs 10,000 per month).</li> <li>CCA Rs 150 per month.</li> <li>Motor Car of 1600 cc with driver provided used for both official and personal purpose. All the expenses met by the employer.</li> <li>Payment of LIC premium by the company Rs 8,000</li> <li>Children Education allowance of Rs 200 pm each for 2 children.</li> <li>She contributes 14% of her salary to RPF and the company makes equal contribution. Interest credited to RPF is Rs 6,875 @ 12.5%.</li> </ol> <p>Determine her income from salary for the Assessment year 2024-25</p>	15 Marks	L5	CO2
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22.	a.	From the following particulars of house properties of Sri Mahesh (resident), Show his income from house property for the Assessment Year 2023-24.	15 Marks	L3	CO3																																													
		<table><tr><th>Particulars</th><th>House I</th><th>House II</th><th>House III</th><th>House IV</th></tr><tr><td>Municipal Value</td><td>80,000</td><td>90,000</td><td>2,00,000</td><td>2,40,000</td></tr><tr><td>Annual Rent</td><td>Nil</td><td>Nil</td><td>3,20,000</td><td>3,00,000</td></tr><tr><td>Local taxes paid</td><td>16,000</td><td>18,000</td><td>40,000</td><td>48,000</td></tr><tr><td>Repair Charges</td><td>10,000</td><td>Nil</td><td>30,000</td><td>Nil</td></tr><tr><td>Insurance Premium</td><td>500</td><td>1,500</td><td>2,000</td><td>5,000</td></tr><tr><td>Interest on loan for construction</td><td>11,800</td><td>Nil</td><td>18,000</td><td>42,000</td></tr><tr><td>Unrealized Rent</td><td>Nil</td><td>Nil</td><td>3,000</td><td>Nil</td></tr><tr><td>Vacancy period</td><td>Nil</td><td>Nil</td><td>3months</td><td>Nil</td></tr></table>				Particulars	House I	House II	House III	House IV	Municipal Value	80,000	90,000	2,00,000	2,40,000	Annual Rent	Nil	Nil	3,20,000	3,00,000	Local taxes paid	16,000	18,000	40,000	48,000	Repair Charges	10,000	Nil	30,000	Nil	Insurance Premium	500	1,500	2,000	5,000	Interest on loan for construction	11,800	Nil	18,000	42,000	Unrealized Rent	Nil	Nil	3,000	Nil	Vacancy period	Nil	Nil	3months	Nil
		Particulars				House I	House II	House III	House IV																																									
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		Unrealized Rent				Nil	Nil	3,000	Nil																																									
Vacancy period	Nil	Nil	3months	Nil																																														
The house I and House II are self-occupied. The III house is let out for residence and the IV house is let out for business. In the case of IV House, the tenant paid the local taxes.																																																		

23.	a.	Dr. Satish is a Medical Practitioner. He gives you following summary of cash book for the year ending 31-3-2024.				15 Marks	L5	CO4
		Particulars		Amount				
		To Balance b/d		10,000				
		To Consultation fee		60,000				
		To visiting fee		45,000				
		To gifts and presents		8,000				
		To sale of medicines		42,000				
		To dividend from UTI		6,000				
		To Life insurance		1,00,000				
		To Interest from NSC		6,000				
				2,77,000				
				2,77,000				
		Other Information's: 1. Household expenses include Rs.6,800 life Insurance Premium. 2. 50% of Motor Car Expenses incurred in connection with profession. 3. Gift and Present Include Rs.3,000 from relatives. 4. Depreciation on surgical equipment's at 15% and car at 7.5% Determine his income from Profession for the Ay 2024-25.						

24.	a.	Explain the following: Deductions U/s 80C Deduction U/s 80D Deductions U/s 80 E Deductions U/s 80 RRB Deductions U/s 80U	15 Marks	L2	CO5
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