



Roll No.											
----------	--	--	--	--	--	--	--	--	--	--	--

PRESIDENCY UNIVERSITY

BENGALURU

Mid - Term Examinations – October 2025

Date: 08-10-2025

Time: 02.00pm to 03.30pm

School: SOC/SOM-UG	Program: B.Com (ACCA)	
Course Code: COM2057	Course Name: Income Tax Law and Practice	
Semester: III	Max Marks: 50	Weightage: 25%

CO - Levels	CO1	CO2	CO3	CO4	CO5
Marks	28	22			

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 2marks.

5Q x 2M=10M

1	Taxpayers adopt different methods to reduce their burden of tax which includes Tax Evasion. Give any two practical examples of Tax Evasion and their legal implications.	2 Marks	L2	CO1
2	As per the Scheme of Taxation, whether an Income is taxable or not depends on the Residential Status of the Individual during the Previous Year. In this context explain the terms 'Indian Income' and 'Foreign Income'.	2 Marks	L2	CO1
3	Agricultural Income is not taxed under the Income Tax Act. In which case state why is Partial Integration of Agricultural Income required to be done for Income Tax purposes?	2 Marks	L2	CO1
4	Mr Kiran has a House Property which is let out on rent. He is seeking your input on the deductions available for such income. As a Tax Analyst, list the deductions allowed under Income Tax Act in the computation of Income from Let Out House Property.	2 Marks	L1	CO2
5	Income Tax is computed based on Total Income of the assessee in the Previous Year. In this context list out the various Heads of Income specified under the Income Tax Act.	2 Marks	L1	CO1

Part B

Answer the Questions.

Total Marks 40M

6.	<p>Ms Supriya a Indian Citizen, working in Germany and is a Non Resident in India for Income Tax purposes for the Previous Year 2024-25. She had the following incomes for the year:</p> <ol style="list-style-type: none"> 1. Salary earned and received in Germany Rs. 32 Lacs 2. Interest on Fixed Deposits in State Bank of India, Mumbai Branch Rs. 2.4 Lacs 3. Interest on Bonds of Companies in France, received in Germany Rs. 2.2 lacs 4. Professional Fees Received from Consulting for a Company in Mumbai received in Germany Rs. 1.2 Lacs 5. Rental Income from a House in Mumbai received in Germany Rs. 10 Lacs 6. An amount of Rs 12 Lacs transferred from her German Salary Bank Account to her Indian account in Mumbai. <p>Explain with reasons, which of the above mentioned incomes of Ms Supriya would be taxable in India for the Previous Year.</p>	10 Marks	L3	CO 1
----	--	----------	----	------

Or

7.	<p>Determine the residential status for Income Tax purposes, of Mr Marsh an Australian, for the Previous Year 2024-25, from the following information contained in his passport.</p> <table border="1" data-bbox="214 1291 1151 1852"> <thead> <tr> <th data-bbox="222 1302 285 1336">F.Y.</th><th data-bbox="222 1302 1143 1336">Dates</th></tr> </thead> <tbody> <tr> <td data-bbox="222 1358 341 1392">2024-25</td><td data-bbox="412 1358 1103 1392">Arrived on May 3rd and Departed on August 12th</td></tr> <tr> <td data-bbox="222 1426 341 1459">2023-24</td><td data-bbox="412 1426 1103 1459">Arrived on July 23rd and Departed on August 11th</td></tr> <tr> <td data-bbox="222 1493 341 1527">2023-24</td><td data-bbox="412 1493 1135 1527">Arrived on February 9th and Departed on March 26th</td></tr> <tr> <td data-bbox="222 1560 341 1639">2022-23</td><td data-bbox="412 1560 1135 1639">Arrived on September 8th and Departed on March 26th</td></tr> <tr> <td data-bbox="222 1673 341 1751">2021-22</td><td data-bbox="412 1673 1135 1751">Arrived on May 17th and Departed on September 30th</td></tr> <tr> <td data-bbox="222 1785 341 1819">2020-21</td><td data-bbox="412 1785 1071 1819">Arrived on May 3rd and Departed on August 12th</td></tr> </tbody> </table>	F.Y.	Dates	2024-25	Arrived on May 3rd and Departed on August 12th	2023-24	Arrived on July 23rd and Departed on August 11th	2023-24	Arrived on February 9th and Departed on March 26 th	2022-23	Arrived on September 8 th and Departed on March 26th	2021-22	Arrived on May 17th and Departed on September 30 th	2020-21	Arrived on May 3 rd and Departed on August 12 th	10 Marks	L3	CO 1
F.Y.	Dates																	
2024-25	Arrived on May 3rd and Departed on August 12th																	
2023-24	Arrived on July 23rd and Departed on August 11th																	
2023-24	Arrived on February 9th and Departed on March 26 th																	
2022-23	Arrived on September 8 th and Departed on March 26th																	
2021-22	Arrived on May 17th and Departed on September 30 th																	
2020-21	Arrived on May 3 rd and Departed on August 12 th																	

8.	<p>Mr Gopal Gowda aged 48 years, had for the Previous Year 2024-25, a Net Agricultural Income of Rs 6,20,000 and a Non-Agricultural income of Rs 6,40,000. Assuming that Mr Gopal is opting for the Old Tax Regime, Ascertain his Income Tax liability for the PY 2024-25</p>	10 Marks	L3	CO 1
----	--	----------	----	------

	considering Partial Integration of Agricultural Income.			
Or				
9.	Mr Giri a Senior Citizen aged 62 years, has a Total Income of Rs 15,80,000 for the PY 2024-25. He has approached you to calculate his Total Tax Payable under both Old and New Tax Regimes. So you are required to Compute his Total Tax Payable under a) Old Tax Regime and b) Under New Tax Regime.	10 Marks	L3	CO 1

10.	A House Property was let out for Rs 25000 per month during the PY 2024-25 and rent for the months of February and March is unrealized. The Fair Rent of the property is Rs 240000 pa. The Municipal Taxes paid during the year is Rs 8400. Interest on Housing Loan for the year is Rs 136000 and the Total Preconstruction Interest was Rs 180000 and this is the 4 th year from the year of completion. From this information, Compute the Income from House Property for the PY 2024-25.	10 Marks	L3	CO 2
Or				

11.	Mr Mayur has a House Property which has Two Floors of 50% each. One Floor is Let Out for a Rent of Rs 20000 pm and Other Floor is Self Occupied during the PY 2024-25. The Municipal Tax Paid for the Year is Rs 12000 of which Rs 10000 is paid. The Interest on Housing Loan for the Year is Rs 180000. Compute the Income from House Property for the PY 2024-25 assuming Mr Mayur opts for Old Tax Regime.	10 Marks	L3	CO 2
-----	---	----------	----	------

12.	A Private Bank employee has the following Salary for the PY 2024-25: Basic Salary Rs 45000pm Dearness Allowance Rs 10000 pm House Rent Allowance Rs 20000 pm Other Allowances Rs 10000 pm He stays in a rented accommodation in Mangalore paying a rent of Rs 15000pm from April 24 to March 25. Considering that above, Compute the Income from Salary for the PY 2024-25.	10 Marks	L3	CO 2
Or				

13.	Ms Kirti owned a House Property in Lucknow which was Let out for 10 Months during the Previous Year and for 2 Months it remained vacant.	10 Marks	L3	CO 2
-----	--	----------	----	------

	<p>Determine the Gross Annual Value of this Property considering the following information:</p>		
--	--	--	--

- a) Municipal Value Rs. 3,00,000 pa
- b) Fair Rent Rs.30,000 pm
- c) Standard Rent Rs. 28000pm
- d) Actual Rent - Rs. 27000pm (for 10 months)