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**Presidency University**

**Bengaluru**

**SCHOOL OF LAW**

**Make-Up Examinations, July 2024**

**Date**: 08.07.2024

**Time**: 9:30AM TO 12:30PM

**Max Marks**: 100

**Weightage**: 50%

**Winter Semester**: VII

**Course Code**: LAW 121

**Course Name**: PRINCIPLES OF TAXATION

**Instructions:**

1. *Read the all questions carefully and answer accordingly.*
2. *Do not write any matter on the question paper other than roll number.*

**Part A**

**Answer any 4 Questions. Each question carries 5 marks. (4Qx 5M= 20M)**

1. Define the terms 'Salary', 'Perquisites', and 'Profits in lieu of salary'. (C.O.2)

2. List five types of allowances that are commonly included in an employee's salary. (C.O.2)

3. Explain how the annual value of a house property is determined. (C.O.2)

4. Differentiate between 'Owner of house property' and 'Deemed owner'. (C.O.2)

5. Describe the concept of 'Profits and gains of business or profession'. (C.O.2)

6. Outline the procedure for computing depreciation under the Income Tax Act. (C.O.2)

**Part B**

**Answer any 4 Questions. Each question carries 10 marks. (4Qx10M=40M)**

7. Analyze the various deductions available under the head 'Income from House Property'. . . . (C.O.No.1-5)

8. Explain the tax implications of winning from lotteries, crossword puzzles, and game shows. Provide the applicable tax rates and deduction provisions. (C.O.No.1-5)

9. Evaluate the provisions related to 'Profits chargeable to tax' under the head 'Profits and gains of business or profession'. (C.O.No.1-5)

10. Discuss the concept of 'Capital Asset' and explain how capital gains are computed for different types of assets. (C.O.No.1-5)

11. Compare and contrast the taxation of 'Short-term Capital Gains' and 'Long-term Capital Gains'. (C.O.No.1-5)

12. Explain the various sources of income that can be included under the head 'Income from Other Sources'. Provide examples for each. (C.O.No.1-5)

**Part C**

**Answer any 2 Questions. Each question carries 20 marks. (2Qx20M=40M)**

13. Critically examine the provisions related to the taxation of income from house property. Discuss the deductions available under this head and analyze their impact on the taxable income.

14. Critically examine the provisions related to the exemption of capital gains from a residential house. Discuss the conditions that need to be fulfilled to claim this exemption. (C.O.No.1-5)

15. Analyze the concept of 'Transfer' in relation to capital gains. Discuss various transactions that are not regarded as transfer under the Income Tax Act, with suitable examples. . . . (C.O.No.1-5)