

(FOR THE CANDIDATES ADMITTED
DURING THE ACADEMIC YEAR 2023 ONLY)

23PCC310

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : NOVEMBER-2024

COURSE NAME: M.Com.- CA

MAXIMUM MARKS: 75

SEMESTER: III

TIME : 3 HOURS

TAXATION

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS.

(K1)

1. The income tax act was passed in -----
a) 1961 b)1971 c)1981 d) 1951
2. The standard deduction of ----- of the net annual the value is allowed as deduction u/s 24
a) 30% b) 25% c) 40% d) 50%
3. The cost inflation index for the previous year 2022 – 2023 is _____.
a) 380 b) 301 c) 331 d) 317
4. When was GST introduced in India _____.
a) 1st April 2017 b)1st January 2017 c)1st July 2017 d) 1st arch 2017
5. How many a number of structures are in India's GST model?
a) 6 b) 4 c) 3 d) 5

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES.

(K2)

6. Define Assessment year.
7. Explain the term Profession.
8. Mr. X a resident individual received Rs. 4,590 as cash respect of interest on debentures (Listed in recognized stock exchange) from Y Company Ltd, during the previous year 2023-24. Indicate the grossed up- amount.
9. Define Indirect Tax.
10. Expand the GST.

SECTION – B

(5 X 5 = 25 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)

11. a) Who is an assessee?

(OR)

- b) X a resident of Ajmeer receives Rs. 48,000 p.m. as basic salary during the previous year 2023-24. In addition, he gets Rs.4,800 p.m. as DA forming part of salary, 7% commission on sales made by him (Sales values Rs. 86,000) and Rs.6000 p.m. as HRA. He however pays Rs.5,800 p.m. as hose rent. Solve the quantum of HRA exempted from tax.

(CONTD.....2)

12. a) From the following calculate income from house property of Mr. Murugan

Municipal value	Rs. 1,25,000 p.a.
Actual rent	Rs. 1,25,000 p.a.
Municipal tax	Rs: 4,000

The owner bears the following expense

- (i) Lift maintenance Rs. 7,500
- (ii) Gardeners' salary Rs. 2,500
- (iii) Pump maintenance Rs. 4,000
- (iv) The owner pays 25% of the municipal tax.

(OR)

b) From the following P& L account of Mr. Ravi . Compute his Taxable income from business for P.Y. 2023-24

Particulars	Amount Rs.	Particulars	Amount Rs.
To Salary to staff	48,000	By Gross profit	75,000
To Donation	6,000	By Income from HP	15,000
To Electricity	3,000	By Dividend from investment	5,000
To provision for bad debts	3,000		
To Net profit	33,000		
	95,000		95,000

13.a) Mr. David had acquired a house property on 10.10.19 for Rs. 12,00,000. The property was destroyed by fire on 01.07.2023 and for which he received compensation Rs. 11,00,000 from the insurance company.

Compute the capital gain for the P.Y 2023-24. (C.I.I for 2019-20: 289, 2023-24 : 348)

(OR)

b) Assess the provision regarding carry forward and set off losses.

14.a) Examine the features of indirect tax .

(OR)

b) List the need of GST in India.

15.a) Find the procedure for registration under GST act.

(OR)

b) List the goods exempted from GST.

SECTION – C**(5 X 8 = 40 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.****(K4 (Or) K5)**

16. a) . Mr. R is working in Sun network Ltd. Chennai. He is paid the following emoluments every month. Compute his gross salary.

- (i) Basic pay – 6000 p.m, Bonus- 30000 p.a,
- (ii) Dearness allowance (50% enters into retirement benefits) – 4000 p.m,
- (iii) Education allowance for his children – 1000 p.m,
- (iv) Hostel allowance (none of his children is sent to hostel) – 800 p.m,
- (v) C.C.A – 2500 p.m, Entertainment allowance – 1000 p.m,
- (vi) Transport allowance – 1000 p.m,
- (vii) House rent allowance (Actual rent he pays is 6000 p.m) – 5000 p.m.

(OR)

b) Mr. Ajay Kumar is an employee of a private company in Chennai. He supplies you the following particulars of his income.

- (i) Basic salary Rs.20,000 p.m,
- (ii) D. A – 50% of salary (50% forming part)
- (iii) CCA – Rs. 600 p.m.
- (iv) Educational allow. (Rs 90 p.m. per child) - Rs. 270 p.m.
- (v) Bonus – One month salary
- (vi) Entertainment allowance –Rs. 1,200 p.m.
- (vii) Employer and his contribution to RPF – 16% of salary.
- (viii) Advance salary – 2 months
- (ix) Fixed medical allowance - Rs. 300 p.m.
- (x) Actual expenses on medicines - Rs. 4,500

He is provide rent free house owned by the employer, find his salary income for the previous year 2023-24.

(CONTD.....4)

- 17.a) Mr. B constructed one house in 2023, 75% of the property is let out and 25% is self occupied for his residence. The let-out portion is also self- occupied for one month.

Particulars	Amount (Rs.)
Municipal values of full house	- 5000 p.a,
Annual rent of 75% portion	- 4000 p.a,
Municipal taxes	- 500 p.a,
Ground rent	- 100 p.a,
Repairs	- 200 p.a,
Fire insurance premium	- 150 p.a,
Collection charges	- 60 p.a,
Interest on loan taken for construction	- 600 p.a,
His income from all other amount to Rs.10000.	
Determine his income from house property.	

(OR)

- b) Following is the income and expenditure account of Ramana & Company chartered accountants. Calculate income from profession from the details given.

Profit and Loss Account

Expenditure	Rs.	Income	Rs.
Charity and donation	1,00,000	dit fees	3,00,000
Subscription to journals	2,000	Examination fee	25,000
Institute fee	4,000	Fee for other accounts work	40,000
Office rent	5,000	Dividends from UTI	35,000
Drawings	50,000		
Electricity bill	9,000		
Salary to trainee	20,000		
Net income	2,10,000		
	4,00,000		4,00,000

Rs. 5,000 can be claimed as depreciation for office assets as per income tax provision.

(CONTD.....5)

18. a) Prepare the capital gain from the following particulars given by Mr. Elavarasan for the previous year, if CII for 2023-24 : 348, 2011-12: 184, 2001-02: 100.

	: Rs.
Cost of residential house	: 5,40,000
FMV as 01.04.2001	: 5,40,000
Date of purchases	: 01.10.99
Date of sale	: 01.10.23
Sales value	: 30,00,000
Cost of improvement	: 90,000
Date of improvement	: 01.10.11
Stamp duty and legal charges	: 50,000

The assessee has purchased another residential house within one year for Rs. 8,00,000

(OR)

b) Mr. Mani as the following incomes during the year ending on 31.03.2024. Examine his income from other sources for the previous 2023-24

(i) Dividend declared by the company Rs. 15,000 (Gross)

(ii) Interim dividend received Rs. 7,500 (Gross)

(iii) He won gold worth Rs. 3,00,000 from Sikkim Lottery.

(iv) Interest received on govt. securities Rs. 25,000.

(v) He earned Rs. 1,00,000 as prize money on horse races. These horses are owned by him and expenditure incurred on maintenance of these horse amounted to Rs.1,20,000.

19.a) Classify the types of GST in India.

(OR)

b) Point out the benefits of GST.

20.a) Prepare the procedure for registration under GST act.

(OR)

b) Discuss the exempted services under GST in India:
