

(FOR THE CANDIDATES ADMITTED

SUBJECT CODE **23PCO310**

DURING THE ACADEMIC YEAR 2023-24 ONLY)

REG.NO.

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

END-OF-SEMESTER EXAMINATIONS : NOVEMBER – 2024

M.Com.

MAXIMUM MARKS: 75

SEMESTER: III

TIME : 3 HOURS

TAXATION

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

(K1)

1. Health and education cess is calculated on.....
 - a) Total income
 - b) Tax on total income
 - c) Taxable income
 - d) Agricultural income
2. First instalment of advance tax payable falls due on.....
 - a) June 15
 - b) June 20
 - c) July 15
 - d) March 15
3. Counter vailing duties are often imposed on imports to offset the impact of.....
 - a) Predatory pricing
 - b) Export subsidies
 - c) Dumping
 - d) Low cost financing
4. Input tax credit on capital goods and inputs can be availed of in one installment or in multiple instalments?
 - a) In thirty six instalments
 - b) In twelve instalment
 - c) In one instalment
 - d) In six instalments
5. Which section of the customs Act, 1962 provides for levy of customs duty on import and export of goods?
 - a) Section 3
 - b) Section 6
 - c) Section 9
 - d) Section 12

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES.

(K2)

6. Explain the term tax authorities.
7. Interpret the tax return.
8. Indicate the taxation of non-residents.
9. Infer the meaning of goods.
10. Explain the term customs station.

SECTION – B

(5 X 5 = 25 MARKS)

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

(K3)

11. a) Mr.Z purchased a plot of land Rs.1,00,000 in May, 2001. He constructed a residential house on that plot at a cost of Rs.5,45,000 in September, 2003. He sold the house in June 2023 for Rs.32,000 and purchased another residential house in August, 2023 for Rs.11,00,000.
His other income is Rs.40,000. He deposited Rs.50,000 in PPF during the previous year.
Cost inflation indexes are: 2001-02:100, 2003-04:109, 2023-24:348.
Compute his total income for the Assessment year 202-25.

(OR)

(CONTD 2)

- b) From the following data for the assessment year 2024-25, you are required to compute the total income and tax liability on self assessment by Mr. Bharat, a person above 60 years.

Particulars	Rs.
Pension	2,05,000
Interest on company deposits (No T.D.S)	75,000
Capital Gains Long term	83,000
	3,63,000

Investment in National Savings certificates VIII series Rs.10,000.

12. a) Describe the advantages of e-filing of return.
(OR)
- b) The total income of Mr. X, resident of India, is Rs.5,27,500. Compute advance income tax payable during the Financial Year 2024-25 and find out instatement if tax deducted at source is Rs.180.
13. a) Examine the avoidance of double taxation.
(OR)
- b) Interpret the purpose of Double Taxation Avoidance Agreement (DTAA).
14. a) List the various types of Goods and Service Tax (GST)
(OR)
- b) Interpret the eligibility and conditions for taking input tax credit.
15. a) Describe the Basis of determining the customs duty.
(OR)
- b) Shri Rajendra imported a saw machine in invoice price is 10,000 dollar. Packing charges is 500 dollar and air freight 650 dollar and transit insurance premium is 250 dollar. Installation charges in India is Rs.55,500. Exchange rate is dollar = Rs.78. find out FOB price of machine. Find out taxable value for Customs Duty.

SECTION – C

(5 X 8 = 40 MARKS)

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

(K4 (Or) K5)

16. a) Mr. Sathya has the following income for the previous year ended 31st March, 2024.

Particulars	Rs.
i. Business profit	5,50,000
ii. Short term capital gains	12,000
iii. Long term capital gains relating to land and building	18,000
iv. Long term capital gains relating to other capital assets	10,000
v. Compensation for loss of agency	1,24,000
vi. Long term capital loss on sale of an asset	16,000

Compute the total income of Mr. Sathya for Assessment Year 202-2025.

(OR)

(CONTD 3)

- b) An association of Persons has 3 members who share profits and losses equally. The profit of the A.O.P. as per its Profit and Loss A/c is Rs.3,90,000 after debiting the following to its Profit and Loss A/c

Particulars	Rs.
i. Remuneration to members of A.O.P	62,000
ii. Interest on capital to members	70,000
iii. Depreciation on assets	60,000

Depreciation allowable is only Rs.50,000. Compute the tax payable by A.O.P., if none of the members of A.O.P. has income exceeding the non-taxable limits.

17. a) Experiment with the objectives of tax planning.

(OR)

- b) Mr.J.P. estimates his current for the Financial year 2024-25 as follows:

Particulars	Rs.	Rs.
Taxable income from business		6,84,500
Capital gains (short term) Not from securities		13,000
Income from other sources		26,000
Gross total incomes		7,23,500
Less: Deduction u/s 80C (LIP)	3,000	
Deduction u/s 80D (medical insurance premium)	500	3,500
Total Income		7,20,000

Tax will be deducted at source rs.1,760, income from other sources includes interest on debentures of a company.

Compute advance income tax and find out instalments.

18. a) Determine the Methods of Double Taxation Relief

(OR)

- b) Give your opinion about the equalization levy exclusion.

19. a) Justify the benefits of Goods and Service Tax (GST) Act.

(OR)

- b) Influence the contents of a Debit or Credit note.

20. a) Describe the conditions subject to which transaction values acceptable.

(OR)

- b) From the particulars given below, find out the Assessable Value of the imported goods under the Customs Act, 1962.

Particulars	US \$
i. Cost of the machine at the factory of the exporter	10,000
ii. Transport charges from the factory of exporter to the port for shipment	500
iii. Handling charges paid for loading the machine in the ship	50
iv. Buying commission paid by the importer	50
v. Freight charges from exporting country to India	1,000
vi. Exchange rate to be considered 1\$ = Rs.78	
vii. Actual insurance charges paid are not ascertained	