22100974

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Reg. No.....

Name.....

B.Com. DEGREE (C.B.C.S.) [REGULAR/REAPPEARANCE] EXAMINATION APRIL 2022

Sixth Semester

Optional Core Course—CO6OCTO1—INCOME TAX—II

(B.Com. Model II Finance and Taxation B.Com. Model III Taxation B.Com. Model I Finance and Taxation)

(2017 Admission onwards)

Time : Three Hours Maximum Marks : 80

Instruction to Private Candidates only : This question paper contains **two** *sections. Answer Section I questions in the answer book provided. Section II Internal Examination questions must be answered in the question paper itself. Follow the detailed instructions given under Section II.*

Section I

Part A

Answer any **ten** *questions.*
Each question carries 2 marks.

1. What is cost of acquisition ?
2. What is 'transfer' for the purpose of capital gains ?
3. Define capital assets.
4. What is bond washing transactions ?
5. What do you mean by Ex-interest transactions of securities ?
6. What do you mean by clubbing of income ?
7. What is tax holiday ? Give an example.
8. What do you mean by assessment of income ?
9. How the total income of an individual is determined ?
10. How much agricultural income is tax free ?
11. Who is an assessing officer ?
12. Write a short note on PAN.

(10 × 2 = 20)

Turn over

PART B

Answer any **six** *questions.*
Each question carries 5 marks.

13. What is bonus share ? How is cost of it determined ?

14. What is grossing up of incomes ? Explain how and why incomes are grossed up ?

15. What is a 'converted property' ? How is income from it treated for tax purpose ?

16. Explain the provisions relating to set-off and carry forward of losses.

17. Mr. X owns a residential house at Agra which he acquired in May 2009 for Rs. 2,96,000. He sells the house for Rs. 35,00,000 on 18th August, 2020. He purchases a residential house at Kanpur on 11th February 2021, for Rs. 20,00,000. Find out the amount of capital gains chargeable to tax for the Assessment Year 2021-22. The cost of inflation index in 2009-10 and 2020-21 is 148 and 289 respectively.

18. Mr. Alex George, a resident individual, received in cash the following income as interest on securities during the previous year ending 31st March, 2021.

    (a) Rs. 8,000 as interest on Government Securities.

    (b) Rs. 7,200 as interest on debentures issued by the local authority.

    (c) Rs. 7,200 as interest on debentures of RR Limited (not listed at any stock exchange).

    (d) Rs. 7,200 as interest on debentures of MM paints Limited (listed on Delhi Stock Exchange).

    (e) Rs. 7,200 as interest on tax-free debentures of GK Limited (not listed on any stock exchange)

    Determine the interest on securities under the head Income from Other Sources for the Assessment Year 2021-22, assuming that the interest is paid in each case on 30th June and 31st December.

19. Modern Enterprises (P) Ltd. Carrying on business in manufacturing of machinery spares has summitted the following particulars regarding its income for the Assessment Year 2021-22. Compute its total income.

				Rs.
	(i)	Income from house property (Net)	...	20,000
	(ii)	Income from machinery manufacturing business	...	3,00,000
	(iii)	Capital gains (Long-Term) on sale of land	...	1,05,000
				4,25,000
Less :	(a)	Donation u/s 80G by cheque	... Rs. 1,06,000	
	(b)	Business loss brought forward	... Rs. 5,24,000	6,30,000
			Returned income loss (–)	Rs.2,05,000