

Group A

(1x12)

1. Fill in the blanks.

- a) The term 'Income' is defined under section _____
- b) Income tax is levied on _____
- c) Tax liability of a person is based on _____
- d) Section _____ is related to residential status.
- e) Daily allowance received by MPs or MLAs is _____
- f) Education allowance is exempt _____ children.
- g) Medical bills reimbursed in respect of treatment in a private hospital are exempt _____
- h) Gratuity is fully exempt in case of _____ employees.
- i) Pre-construction period interest is allowed as deduction _____
- j) Income from subletting is treated as _____
- k) Remuneration paid to working partner shall be allowed as deduction to a firm _____
- l) Long term capital gain is taxed @ _____

Group B

Answer any eight of the following questions within three sentences each (2x8)

- (a) Define assessment year?
- (b) Define previous year?
- (c) What are the different heads of income?

- (d) Mention any 4 incomes exempt from tax?
- (e) What are the types of provident funds?
- (f) List any 5 allowances fully exempt from tax?
- (g) What is the tax treatment of unrealised rent?
- (h) What is a long term capital asset?
- (i) Give two examples of income chargeable under the head Income from other sources?
- (j) Name the deemed income?

Group C

3. Answer any eight of the following questions within 15 words each (3x8)

- a) What are the two basic conditions as prescribed by sec 6(1)?
- b) Define Gratuity with tax treatment.
- c) What is the tax treatment of commuted pension?
- d) What are the two conditions that an assessee must satisfy to get deduction of Rs 20,000/- as interest on borrowed capital?
- (e) What are deemed profits under sec 41?
- (f) What are the conditions for claiming depreciation?
- (g) Define capital gains? Discuss the procedure for computation of capital gain?

- (b) What is agricultural income?
 (i) What do you mean by book profit?
 (j) Explain the deduction under sec 80U?

Group D

Answer all questions within 500 words each.

4. What are the provisions regarding set-off of losses under the Income Tax Act? (7)

OR

What are the provisions regarding carry forward of losses under the Income Tax Act?

5. Define the term 'dividend' as given in Income Tax Act. How is the dividend income treated under the Income Tax Act?

OR

Gouind Kumar furnishes the following particulars of his income. Compute his income from other sources for the AY-2019-20

	Rs
(i) Interest received on Government securities	15000
(ii) Winning from lottery	56000
(iii) Income from agriculture in Nepal.	34000
(iv) Director fees.	6000
(v) Dividends from a foreign company	12000
(vi) Family pension.	60,000
(vii) Winning from horse race	25000
(viii) Royalty received from the publisher.	62100
He spent Rs 6000 on typing, stationery etc.	

6. On the basis of the following information compute the taxable income of Mr. Ravi a government employee under the head salaries for the assessment year 2019-20 (7)

Particulars	Rs
(a) Basic pay	20,000 p.m
(b) Dearness Allowance	4500 p.m
(c) Entertainment Allowance	850 p.m
(d) Tribal Area Allowance	460 p.m
(e) His own contribution towards SPF ₹ 1200 p.m	
(f) Employer's contribution	1200 p.m
(g) Interest credited to SPF @ 10% p.a	5000
(h) House Rent allowance	3200 p.m
(i) Rent paid	4500 p.m

OR

Anish has two houses, both of which are self-occupied. The particulars of the houses are as under.

Particulars	1st House (Rs)	2nd House (Rs)
Municipal value	150,000	180,000
Fair Rental value	162,000	240,000
Standard Rent	—	210,000
Municipal taxes paid	16000	18000

Suggest which house should be opted by Anish to be assessed as self-occupied so that his tax liability is minimum.

7. What do you mean by tax deducted at source? Explain the steps for filing e-TDS Return? (7).

OR

What are the due dates of filing income tax return for various assesses?