

(Please write your Exam Roll No.)

Exam Roll No. ....

# END TERM EXAMINATION

FIFTH SEMESTER [BBA] JANUARY-FEBRUARY 2023

**Paper Code: BBA301/BBA(B&I)-301 Subject: Income Tax Law & Practice**

**Time: 3 Hours**

**Maximum Marks: 75**

**Note: Attempt five questions in all including Q.No.1 which is compulsory.**

- Q1 Answer **any five** from the following: **(25)**
- a) Differentiate between Tax planning & Tax avoidance
  - b) State any 5 income exempted from Tax.
  - c) Income of previous year is always taxable in the immediately following assessment year. Comment
  - d) Perquisite in respect of rent free accommodation
  - e) After the death of X in the year 2020-21, Mrs. X receives a pension of Rs. 10,000 per month from her husband's employer. State the head and amount of income taxable in her hands for the assessment year 2022-23.
  - f) Short note on expenses of scientific research.
  - g) State the kinds of Provident Fund and explain?
  - h) Define annual value. How is it determined?
- Q2 Describe in how many categories the residential status of an assessee is divided. Also explain the conditions of those categories. **(12.5)**
- Q3 The following particulars relate to the income of Srinivasan for the assessment year 2022-23: **(12.5)**
- He is employed in a cotton textile mill at Delhi on a monthly salary of Rs. 25000. He is also entitled to following allowances and perquisites:
- a) Dearness Allowance @ Rs. 6000 p.m.
  - b) Bonus @ 2 months basic salary.
  - c) Entertainment allowance @ Rs. 2000 pm.
  - d) House Rent Allowance @ Rs 7000 pm.
  - e) Actual rent paid @ Rs 4000 pm
  - f) Transport allowance @ Rs 200 pm
  - g) Children education allowance for 3 children @ 200 per month each
  - h) He is also provided with gas, electricity and water facility and employer spent Rs 15000 on these facilities.
  - i) Gift of smart watch worth Rs 14000 was received from employer.
  - j) Car with engine capacity 1.7 liter is given for both office and personal use. All the maintenance expenses are met by employer.
  - k) He and his employer both contribute 10% of his salary to his recognized provident fund and interest credited to this fund @ 12% amounted to Rs 30000 during the previous year.