

On 18.08.18, he purchased a residential house property for Rs. 7,00,000. The above property was sold on 29.08.2018 for Rs. 6,50,000. Calculate Income from Capital Gain for the A.Y.2019 —20.

6. Explain the various assets which are not included in capital assets.
7. Mr. Sharma has furnished the following particulars regarding his financial activities during the P.Y. 2018-19. He pays a rent of Rs. 4,000 p.m. Find out his eligibility for deduction under Sec.80GG.

	Rs.
Income from salary (computed)	1,80,000
Income from House property	60,000
Long term capital gain	30,000
Short term capital gain	20,000
Premium on health insurance by cheque	15,000

8. From the following particulars, calculate the tax liability of Mr. Arunachalam (who is 65 years) for the Assessment Year 2019 —20.

Particulars	Rs.
Income from business	7,20,000
Income from house property	2,40,000
Income from other sources	1,40,000
Donation to National Defence Fund	35,000

Reg. No. :

Code No. : 1208

Sub. Code : CCAAT 2

CERTIFICATE COURSE IN COMPUTER AIDED
ACCOUNTING EXAMINATION, APRIL 2023.

Non-Semester

INCOME TAX LAW AND PRACTICE

(For those who joined in July 2013 onwards)

Time : Three hours Maximum : 100 marks

Answer any FIVE questions.

(5 × 20 = 100)

- List out of any ten Exempted incomes under Income Tax Act
 - Write a note on incidence of Tax
- Mr. Santhosh furnishes the following particulars of his remuneration during the P.Y. 2018-19. Compute the perquisite value of rent free accommodation.

	Rs.
Basic salary	10,000 p.m.
D.A. (50% forms part of salary for retirement benefit)	3,000 p.m.
Commission (1% on turnover)	2,000 p.m.
CCA	1,000 p.m.



	Rs.
Bonus	1,000 p.m.
Educational Allowance Rs. 1,000 p.m. for his children	
Hostel allowance Rs. 2,000 p.m.	

He is provided with rent-free accommodation in a house owned by his employer in Delhi. The cost of furniture provided in that house is Rs. 50,000.

(b) Explain Net Annual Value.

3. From the following particulars, compute the GAV.

Particulars	Rs.
Municipal value	60,000 p.a.
Fair rental value	66,000 p.a.
Standard rental value	63,000 p.a.
Actual rental value	66,000 p.a.
Date of completion	30.06.18
Date of letting	01.10.18

4. From the following P&L account of Mr. Subramani, calculate his income from business for the P.Y 2019—2020

Particulars	Rs.	Particulars	Rs.
To Rent	6,000	By Gross profit	1,20,000
To Salary	12,000	By Dividend	15,000
To Advance income tax	3,000	By Income from HP	15,000

Particulars	Rs.	Particulars	Rs.
To Donation	5,000		
To Depreciation	7,000		
To Net profit	1,17,000		
	<u>1,50,000</u>		<u>1,50,000</u>

Additional Information

(a) Depreciation to be allowed per I.T. rules is Rs. 5,000

(b) 50% of rent is in connection with the domestic purpose

5. Mr. Mubarak enters into a partnership with Mr. Vincent on 10.08.18 to start a business. Mr. Mubarak brought land and plant and machinery as his share of capital contribution. The following are the details of the above assets:

Assets	Land	Machinery
Date of Acquisitions	03.09.98	10.01.99
FMV as on 5.8.2018	15,25,000	9,75,000
Amount recorded in the books of accounts	14,00,000	12,00,000
Cost of acquisition	56,000	-
WDV of Plant and Machinery on 01.04.2018	-	5,00,000
FMV as on 01.04.2001	2,90,000	-

