

Q.P. Code:00000000

[Time:2.30 Hrs]

[Marks:75]

Please check whether you have got the right question paper.

- N.B:
1. All question are compulsory.
 2. Figures to the right indicate full marks.
 3. Working note should form part of main answer
 4. Use of simple calculators is allowed

Q. 1. A. Write whether the following statements are True or False (Attempt any 8 out of 10) 08

1. The Finance Minister introduces the Finance Bill in the Parliament.
2. Previous year is of 12 months or less than 12 months.
3. Pin money of a wife is not taxable.
4. Income can be in cash or in kind.
5. Uncommuted Pension of Government and Non-Government employees is always taxable.
6. Bonus is taxable on receipt basis.
7. The maximum deduction u/s 80 DD is Rs. 125000 for physically Handicapped Dependent individual is allowed for a person with severe disability.
8. Income from subletting is taxable as Income from House Property.
9. Employee Employer relationship is not necessary for taxing the remuneration under the Head Income from Salary.
10. Any sum received under Keyman Insurance Policy is exempt from tax.

Q. 1. B. Match the column (Attempt any 7 out of 10) 07

Column A	Column B
1) Exempt incomes are laid down in	a) Artificial Juridical Person
2) Deduction based on contribution to pension funds	b) Association of Persons
3) Deduction based on interest paid on loan for higher education	c) Local Authority
4) Deduction for handicapped individual	d) Company
5) Deduction for interest on saving bank account	e) Individual
6) Narayanan Murthy	f) Sec. 80TTA
7) Infosys Technologies Ltd.	g) Se. 80 U
8) Solapur Gram – Panchayat	h) Sec. 80 E
9) Andheri Sports Club	i) Sec. 80CCC
10) Mumbai University	j) Sec. 10

OR

Sr. No.	Particulars	Amount
1.	Rent from house in Pune, received in Japan	6,00,000
2.	Income from business in Spain, being controlled from India	4,00,000
3.	Salary earned and received in Bangladesh	3,00,000
4.	Professional fees received in India	2,00,000
5.	Interest received from State Bank of India, in Nagpur	1,00,000
6.	Past untaxed profit earned in Dubai, brought to India	1,50,000
7.	Agricultural income earned in India received in Sri Lanka	1,00,000
8.	Dividend from an American company received in Rome.	1,50,000

Sr. No.	Particulars	Amount in Rs.
1.	Basic Salary (Gross)	480000
2.	Dearness Allowance	120000
3.	Advance Salary	100000
4.	Re-imbursement of Medical Expenses	36500
5.	Commission on Sales	76000
6.	Tour Allowance (Amount spent on tour for official purposes Rs.38000)	48000
7.	Profession Tax deducted from Salary	2500
	Other Information:	
8.	He received the following sums from Tata Motors Ltd.	
	Dividend on Equity Shares	2000
	Interest on Debentures	20000

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OR

- Q. 3. B. Following details are available for the year ended 31st March, 2023 for the house properties owned by James, an Indian resident: 15

Particulars	House I (Rs.) (Self Occupied)	House II (Rs.) (Let –Out)
Standard Rent	1,80,000	2,40,000
Municipal Valuation p.a.	1,68,000	2,15,000
Fair Rent	20,000 p.m.	16,000 p.m.
Actual Rent received	-----	2,16,000 p.a.
Municipal Taxes Paid	8,400	5% of Gross Annual Value
Interest on Loan borrowed	2,20,000	1,00,000
	Loan taken on 01.04.2011	Loan taken on 01.04.2011

Municipal Taxes paid on House No. 2 are entirely paid by tenant.

Compute the Taxable Income of Mr. James for the Assessment Year 2023-2024.

- Q. 4. A. Mr. Himmat has furnished the following information for the year ended 31-03-2023. 15

Dr. Profit and Loss Account for the year ended 31/03/2023

Cr.

Expenses	Amount	Income	Amount
To Salaries and Bonus	1,54,000	By Gross Profit b/d	5,76,000
To Provision for doubtful debts	12,000	By Agriculture Income	25,000
To Printing & Stationery	18,500	By Interest on Bank Deposit	10,000
To Advertisement Expenses	80,000	By Dividend from Indian	
To Entertainment Expenses	25,000	Company	10,000
To Miscellaneous Expenses	48,500	By Interest on Company	
To Staff Welfare Expenses	51,500	Deposit.	15,000
To Bad debts	4,500		
To Drawing	5,000		
To Interest on Capital	50,000		
To Income Tax	34,000		
To Depreciation	25,000		
To Net Profit c/d	1,28,000		
Total	6,36,000	Total	6,36,000

Other Information:

1. Depreciation allowed as per Income Tax Rules is Rs. 20,000.
 2. Advertisement expenses include Rs. 9000 for advertisement in souvenir of a political party
 3. Mr. Himmat has invested Rs. 75,000 in Mutual fund which is eligible for deduction.
 4. Printing includes Rs. 2,500 paid for printing marriage invitation cards of his daughter.
- You are required to compute the total income of Mr. Himmat for the Assessment Year 2023-2024.

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OR

- Q. 4. B. Mr. Narendra acquired a residential property in Jaipur for Rs. 12,00,000 on 24th December 1996. Additional information pertaining to the property was as follows: You are required to compute his Income from Capital Gains chargeable to tax for the Assessment Year 2023-2024. Fair Market Value of the residential house on 1st April 2001 was Rs. 20,00,000. The Cost of Improvement incurred by him was as follows:

Financial Year	Amount in Rs.
1998-1999	2,50,000
2006-2007	3,66,000
2010-2011	3,75,750
2013-2014	4,40,000

He sold the above house on 15th March 2023 for Rs. 1,80,00,000.

He incurred transfer expenses of Rs. 2,00,000 on sale transaction.

He purchased a new residential house in Udaipur for Rs. 43,00,000 on 25th March 2023.

He purchased 3 years' bonds issued by Rural Electrification Corporation (REC) for Rs. 15,00,000 on 26th March 2023.

Cost Inflation Index are as follows:

Financial Year	Cost Inflation Index
2001-2002	100
2006-2007	122
2010-2011	167
2013-2014	220
2022-2023	331

- Q. 5. A. Explain Deduction u/s 80D 08
- Q. 5. B. Discuss any seven items specifically taxable under Head- Income from other sources. 07

OR

- Q. 5. C Attempt (Any 3 out of 5) 15
1. Any five items exempt u/s 10
 2. Deduction u/s 80 U
 3. Deduction from Income from Salary
 4. Person
 5. Perquisites exempt from tax.
