

Time : 2: 30 Hours

Total Marks: 75

- N.B. 1) Q.1 is compulsory.
 2) Q. 2 to Q.5 are compulsory with internal choice.
 3) Figures to the right indicate full marks.
 4) Working note is the part of your answer.
 5) Use of simple calculator is allowed.

- Q1 (A): Choose the correct alternative and rewrite the sentence: (any 08) 08
- Mr. Nikhil received a gift of Rs. 52,000 from his friend. The taxable amount of gift is ____
 - Rs. 2000
 - Rs. 1,10,000
 - Rs. 52,000
 - Nil
 - Salary received by manager of agricultural farm is ____
 - Fully exempt
 - Fully taxable
 - Partly exempt
 - Partly taxable
 - A new business was set up on 1-10-2023. Its first previous year will end on ____
 - 31-3-2024
 - 30-9-2024
 - 31-12-2023
 - 31-10-2023
 - Entertainment allowance in case of Government employee is ____
 - Fully exempt
 - Fully taxable
 - 50% taxable
 - 80% taxable
 - Capital gain arises from the transfer of ____
 - Any asset
 - Any fixed asset
 - Any capital asset
 - Any investment
 - Share of income received by a member of HUF is ____
 - Fully exempt
 - Fully taxable
 - 50% taxable
 - 80% taxable
 - Nagpur university is assessable under the Income tax Act as ____
 - A local authority
 - A company
 - An artificial Juridical person
 - A Cooperative society

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8. Mr. Dinesh earns saving bank interest of Rs. 12,000 during the previous year 2023-24. He is entitled to a deduction under section 80TTA of _____
- Rs. 12,000
 - Rs. 10,000
 - Rs. 5,000
 - NIL
9. Income earned in India by a Non-Resident is _____
- Tax free in India
 - Taxable in India
 - Not an income
 - None of the above
10. Mr. Anil is a person with a physical disability of 70%. He is entitled to a deduction under section 80U of _____
- Rs. 75,000
 - Rs. 50,000
 - Rs. 1,25,000
 - NIL

b) State whether the following statements are True or False: (any 07)

07

- Deduction for family pension is 33 1/3% or Rs. 5,000 whichever is lower.
- Municipal taxes paid by the tenant is allowed as deduction from let out property.
- In case of short term capital asset indexation is applicable.
- There will be long term capital gain, if shares listed on recognised stock exchange are transferred after being held for more than 12 months.
- Deduction for entertainment allowance is available to all employees.
- Income from sub letting of house property is taxable under the head of Income from other sources.
- Commutated pension is taxable in the hands of all individual assesses
- Income means any receipt in cash.
- Residential status depends only on nationality
- Assessment includes reassessments

Q2: Mr. Jack was born in UK in the year 1991. He came to India for the first time on 1st April, 2019 and started business in India. He went back to UK on 10th August, 2023. 15

He again came back to India in 14th November, 2023 and returned to his country UK, on 28th January, 2024.

Determine his residential status for the assessment year 2024-25.

OR

- Q2: From the following information of Mr. Vijay for the PY 2023-24. Compute his gross total income for the Assessment Year 2024-25 if he is:
- Resident & Ordinary Resident
 - Resident but not Ordinary Resident
 - Non Resident

Sr. no	Particulars	Rs
1.	Income from business in Dubai, controlled from London.	50,000
2.	Rent from house in UK received in Spain.	60,000
3.	Salary earned in New Zealand in the past, but brought to India during the current previous year.	20,000
4.	Dividend from German Company received in London.	80,000
5.	Income from Agriculture in Japan, received in India.	90,000
6.	Royalty from a company in Singapore, received in Melbourne	1.00.000
7.	Interest credited to HSBC bank, New York branch.	1,10,000
8.	Interest on UK Development Bond (Received in India)	2,00,000

- Q3: Mr. Ranade is a physically disabled person (90% disability). He is employed with Ganesh printers. He gives you the following information for the year ended 31st March, 2024.

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Particulars	Rs
Basic Salary	6,00,000 per annum
Bonus	2,50,000 per annum
Entertainment allowance	48,000 per annum
House Rent allowance (exempt Rs. 17,900)	1,20,000 per annum
Conveyance allowance (Amount spent on official conveyance Rs. 21,600)	24,000 per annum
Perquisites value of subsidized meal at workplace	24,000 per annum
Profession Tax deducted	2,500

Other information:

- Interest received on government securities Rs. 18,000
 - Dividend from HDFC Mutual fund Rs. 5,000
 - Interest on saving bank account Rs. 12,000
 - Gifts from friends on occasion of his 50th birthday Rs. 50,000
- Compute his taxable income for the assessment year 2024-25.

OR

- Q.3 Mr. Akhil is a physically disabled person (70% disability). He is employed with Ganesh printers. He gives you the following information for the year ended 31st March, 2024.

Particulars	Rs
Basic Salary	50,000 per month
Dearness allowances	20,000 per month
Entertainment allowance	62,500 per annum
House Rent allowance (exempt Rs. 12,000)	60,000 per annum
Conveyance allowance (Amount spent on official conveyance Rs. 46,000)	48,000 per annum
Perquisites value of subsidized meal at workplace	28,000 per annum
Profession Tax deducted	2,500

Other information:

1. Winning from lotteries Rs. 30,000
2. Interest received on saving bank account Rs. 25000
3. Interest accrued on Kisan Vikas Patra Rs. 5,000

Compute his taxable income for the assessment year 2024-25.

- Q.4 Mr. Samar acquired a residential house in January, 2023 for Rs. 10,00,000 and made some improvements by way of additional construction to the house, incurring expenditure of Rs. 2,00,000 in October 2024. He sold the house property in October, 2023 for Rs. 80,00,000 and paid brokerage of Rs. 50,000. He acquired a residential house in January, 2024 for Rs. 25,00,000.

Compute the capital gain chargeable to tax for the AY 2024-25.

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Cost Inflation Index	
2002-03	105
2004-05	113
2010-11	167
2023-24	348

OR

- Q.4 Mr. Raman who is 80% physically disabled provides the following information for the previous year ended 31st March, 2024. You are required to compute his net taxable income for the Assessment Year 2024-25.

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Profit & Loss account for the year ended 31-3-2024

Expenses	Rs	Income	Rs
To office rent	60,000	By Gross profit	15,50,000
To Salaries	3,20,000	By interest on bonds	60,000
To Advertisement expenses	50,000	By dividend from foreign Companies	70,000
To Motorcar car expenses	1,20,000		
To Income tax	52,000		
To Printing & Stationery	20,000		
To Conveyance	72,000		
To Depreciation	70,000		
To Donations	50,000		
To Net profit	8,66,000		
Total	16,80,000	Total	16,80,000

Additional information

1. Depreciation as per Income tax rules is Rs. 76,000.
2. Advertisement includes Rs. 20,000 as advertisement in the souvenir of political party.
3. Salaries include Rs. 40,000 which was withdrawn by Mr. Raman for personal use.
4. He paid Medical Insurance premium for self Rs. 12,000 and spouse Rs. 8,000.
5. 1/6th of Motor car expenses were for personal use.

Q.5 Answer the following

- a) Explain any four deductions under Section 80. (8)
- b) Explain in brief any seven exempted income under Section 10 of Income Tax Act 1961? (7)

OR

Q.5 Write Short notes on: (Any three)

1. Person
2. Capital assets
3. Deductions u/s 16
4. Gratuity
5. Annual value
