

**CARMEL COLLEGE OF ARTS, SCIENCE & COMMERCE FOR WOMEN
NUVEM-GOA**

B.A./B.Com./B.Sc. CBCS Semester V Examination, January 2021

Subject Code: COD101

Subject Name: Income Tax & Goods and Service Tax

Total Marks: 80

Duration: 2 Hours

Total No of Pages: 4

Instructions: 1) Q. No. 1 is compulsory.

*2) Answer any **THREE** questions from Q. No. 2 to Q. No. 6.*

*3) Figures to the **right** indicate **marks**.*

4) Use of non-programmable calculators is allowed.

[5]

Q.1. A] Mr. Savdhan, resident in India receives the following gifts during the previous year 2019-20:

Date of gift	Details of gift and donor	Amount (Rs.)
01.07.2019	Gift of gold coins from a friend	16,000
01.09.2019	Gift of archeological collection from his sister-in-law	21,500
15.12.2019	Gift of gold pendant on the occasion of his son's marriage	34,000
01.1.2020	Gift of a car from his partnership firm on the occasion of his house warming ceremony	5,00,000

Calculate the amount of taxable gift chargeable under head 'Other Sources'.

[5]

B] Mr. Surakshit, resident in India provides the following details of medical insurance premiums paid by him during the previous year 2019-20:

Relationship with Assessee	Age in years	Amount (Rs.)
Self	40	10,500
Spouse	39	8,500
Independent Son	19	7,000
Dependent daughter	17	7,000
Father (having independent business)	65	21,000
Mother (dependent on the assessee)	58	30,000

Compute the amount of deduction allowable u/s 80D.

[5]

C] Mrs. Laparvah, a resident in India, 35 years of age, provides the following particulars of her income for the previous year 2019-20:

Taxable Income for the year (after deductions under chapter VI-A) Rs.3,50,000

TDS by bank on interest income Rs. 1,710

Compute the amount of Tax Payable by her for the Assessment Year 2020-21.

[5]

D] Determine the GST liability of Mr. Bimar for the month of September 2020 from the following details:

Input GST			Output GST		
IGST (Rs.)	CGST (Rs.)	SGST (Rs.)	IGST (Rs.)	CGST (Rs.)	SGST (Rs.)
60,000	35,000	35,000	40,000	50,000	50,000

[20]

Q. 2. Mrs. Dawai, 75 years of age and resident in India is the owner of 3 house properties. House I and House II are occupied by two different tenants for residence and House III is occupied by the assessee for her own residence.

The details of the property for the previous year 2019-20 are as follows:

Particulars	House I Rs	House II Rs	House III Rs
Municipal value	1,80,000	1,60,000	1,80,000
Annual rent	1,44,000	1,20,000	N.A.
Fair rent	1,30,000	1,30,000	1,40,000
Standard rent	1,20,000	1,50,000	1,50,000
Unrealized rent	1 month	1 month	-
Loss due to vacancy	-	1 month	-
Interest on capital borrowed for construction	48,000	36,000	32,000
Expenses on repairs	25,000	35,000	-
Municipal Tax	1 %	1%	1%

Additional Information:

Capital was borrowed for Construction of House III in the month of December 1998.

Her taxable income from salaries is Rs. 1,20,000 and business income is Rs. 3,00,000.

She provides the following information about her payments, savings and investments.

- Tuition Fees of her two grand children Rs. 6,000
- Repayment of principal amount of loan (House I) Rs. 22,000
- Deposit in PPF Account Rs. 20,000
- Subscription to N.S.C. VIIIth Issue Rs. 20,000
- Deposit in 5 year Time Deposit Account of SBI Rs. 85,000
- Insurance premium paid on the life of major son (Sum Assured Rs. 1 Lakh, policy effected in May 2019) Rs. 12,000
- Deposited in Pension plan of LIC Rs. 30,000
- Deposited with LIC of India for maintenance of her dependent sister Miss Khurak suffering from 55% disability Rs. 55,000
- Expenditure incurred on medical treatment of a specified disease (prescribed by CBDT) suffered by her Rs. 1,10,000

Compute her Taxable Income for Assessment Year 2020-21.

[15]

Q. 3. A] Dr. Warrior, a professor and resident in India, aged 52 years submits the following details of his income earned during the previous year 2019-20.

1. He is an author of a book on literary work and receives royalty of Rs. 5,30,000.
 2. Income from articles published in 'Yojana' Rs. 4,000.
 3. He lives in a rented house paying rent @ 30,000 p.m. He sub-let 1/3rd portion of this house on a rent of Rs. 15,000 p.m. Dr. Warrior has undertaken the liability of paying for the repairs of the whole house amounting to Rs. 36,000.
 4. He received Rs. 600 per lecture for delivering lectures at Shastri Institute during the previous year. He delivered 20 lectures.
 5. He is an examiner in the university. He receives remuneration of Rs. 2,600 for assessment work and Rs. 400 for invigilation work.
 6. His other incomes were:
 - a. Winnings from Chess Rs. 1,000
 - b. Winnings from camel race Rs. 6,500
 - c. Winnings from 'Kaun Banega Crorepati' Rs. 6,40,000 (gross).
 7. He receives savings bank interest of Rs. 12,000 from cooperative bank.
 8. His income from Salaries (as computed) from Jan Shakti College & Research Centre is Rs. 16,20,000.
 9. He donated Rs. 2,50,000 to the local municipality for promotion of family planning.
- Compute his Taxable Income for Assessment Year 2020-21.

[5]

B] Mr. Sudhar, a resident in India, provides the following details of his house property for the previous year 2019-20.

	Rs.
Purchase of house property on May 31, 2017 (exclusive of commission paid at the time of purchase Rs. 50,000)	49,50,000
Cost of improvement in August 2018	3,00,000
Sale of house property on February 18, 2020	63,00,000
Legal expenses on transfer	1,75,000
Purchase of new residential house property on May 12, 2020 to avail tax exemption on sale of house property (Cost Inflation Indices : 2017-18:272; 2018-19:280; 2019-20:289)	50,00,000

Compute the amount of Capital Gain for the Assessment Year 2020-21.

Q. 4. Answer in short any **FOUR** of the following: [4 x 5 = 20]

- a) Deduction for pre-construction period interest on borrowed capital in case of House Property.
- b) Expenditure in connection with transfer of Capital Asset.
- c) Amounts not deductible in computing income under the head 'Other Sources' u/s 58 of the Income Tax Act, 1961.

- d) Deduction u/s 80GG of the Income Tax Act, 1961.
- e) Give any five features of GST.

Q. 5. Answer in short any **FOUR** of the following: **[4 x 5 = 20]**

- a) Clubbing provisions for income from assets transferred to spouse.
- b) Deduction u/s 80E of the Income Tax Act, 1961.
- c) Payment of advance tax in pursuance of order of Assessing Officer.
- d) Defective or Incomplete Return u/s 139(9) of the Income Tax Act, 1961.
- e) Define 'Goods' & 'Manufacture', under CGST Act 2017.

Q. 6. Answer in short any **FOUR** of the following: **[4 x 5 = 20]**

- a) Clubbing provisions for Income from assets transferred for the benefit of son's wife.
- b) Deduction u/s 80RRB of the Income Tax Act, 1961.
- c) Carry forward and set off of capital loss u/s 74 of the Income Tax Act, 1961.
- d) Taxable Event in GST.
- e) When is Reverse Charge applicable under GST?
