

Duration:- 2.5 Hrs.

333181024

Marks:-75M

- Note:-** (1) All questions are compulsory. Each question carries 15, With Internal Options 8&7 Marks  
 (2) Figures to the right indicate full marks allotted to the question.  
 (3) Working notes wherever necessary should form part of your answer..

**Q1a) State whether the following statements are True or False as per the provisions of Income Tax Act, 1961 for assessment year 2024-25 (Any Eight) CO1-4 (R&U) 8M**

- Residential status does not depend upon citizenship.
- Dividend received from Dena Bank is fully taxable.
- Life insurance premium paid by employer on behalf of an employee is a taxable perquisite.
- Maximum Deduction for interest on saving bank u/s 80TTA is limited to ₹ 10,000/-.
- An Indian Company is always resident in India.
- Entertainment Allowance received by a non-government employee is always taxable.
- Advance Salary received by an employee from the employer is a part of Gross Salary.
- Mediclaim Premium paid by Cheque ₹ 25000 is allowed as deduction u/s 80D
- Deduction u/s 80 C in respect of payment of life insurance premium, PPF etc. is also allowed to Individual and HUF
- Maximum Limit of section 80 CCC is 1,50,000

**Q.1 b) Match the Pairs: (Any Seven)**

**CO1-4 (R&U) 7M**

Sr.no.	Group 'A'	Sr.no.	Group 'B'
1.	Mumbai Municipal Corporation	a.	Short Term Capital gain / Loss
2.	Municipal Tax	b.	Maximum Deduction Rs 1,50,000
3.	Mr. Govind	c.	Non Taxable Perquisites
4.	Provision for Bad debts	d.	Standard Deduction of 30%.
5.	Foreign Income	e.	Not allowed as deduction
6.	Expenses for Purchase of Lottery	f.	Not Taxable for Non-Resident
7.	Unrealized Rent Received	g.	Not allowed as Business deduction
8.	Expenses on Training of Employees	h.	Individual
9.	Section 80 C	i.	Must be paid by owner
10.	House Property Sold Less than 24 Months	j.	Local Authority

**Q2.a) Mr. Anshuman Bansode works with the Government of Maharashtra. He gives you following information for the year ended 31<sup>st</sup> March 2024**

**CO2-4 (Ap, R&U) 15M**

Particulars	Amount ₹
Basic Salary (Gross)	3,00,000 per annum
Dearness Allowance	1,45,500 per annum
House Rent Allowance (Exempt u/s 10 ₹ 30,000)	60,000 per annum
Entertainment Allowance (Amount spend on entertainment ₹ 12,000)	12,000 per annum
Conveyance Allowance (Amount spend on conveyance for official purposes ₹ 28,000)	48,000 per annum
Arrears of Salary (Not taxed earlier)	2,00,000
Profession Tax deducted from Salary	2,500 per annum
Employees Provident Fund deducted from Salary	30,000 per annum

**Other Information:**

He received ₹ 2,00,000 from LIC of India as maturity value of life insurance policy taken on his life. He had taken a loan from State Bank of India for higher education of his daughter pursuing an Engineering degree course of Delhi University. During the year he had paid ₹ 50,000 as principal and ₹ 70,000 as interest.

Compute his taxable Income for the Assessment Year 2024-25.

OR

C-2

**Q2.b)** Mrs. Suman is a physically disabled person (85% disability). She gives you the following information for Previous Year 2023-24. **CO2-4 (AP, R&U) 15M**

Particulars of Owned Houses	House No. 1 (Self-Occupied)	House No. 2 (Let Out)
Municipal Valuation (per month)	20,000	30,000
Rent Received (per month)	Nil	32,000
(House No. 2 was vacant for two months)		
<b>Municipal Taxes;</b>		
Paid by Owner	26,000	Nil
Paid by Tenant	Nil	30,000
<b>Other Expenses</b>		
For Repairs	12,500	Nil
<b>Details of Borrowed Capital :</b>		
(Both loans taken after 1-4-2017)		
Interest paid during the year	1,60,000	1,44,000
Principal repaid	20,000	36,000

**Other Information:**

She received ₹ 48,000 as family pension during the year. She received bank fixed deposit interest of ₹ 2,27,000 during the year.

Compute the Taxable Income for *the* Assessment Year 2024-25.

**Q3.a)** Mr. Milind, Proprietor of M & Co. furnishes you the following information for the year ended 31-03-2024 **CO2-4 (R, Ap, U) 15M**

**Profit and Loss Account for the Year ended 31<sup>st</sup> March, 2024**

Debit	₹	Credit	₹
To Salaries	2,20,000	By Gross Profit	6.29,000
To Rent	60,000	By Interest Accrued on N.S.C.	6,000
To Printing Expenses	15,000	By Gift from father	51,000
To Advertisement Expenses	5,000	By Income from Mutual Fund	12,000
To Motor Car Expenses	80,000	By Winnings from Lottery	1,00,000
To Embezzlement by Employee	11,000		
To Staff Welfare Expenses	30,000		
To Purchase of N.S.C.	50,000		
To Depreciation	25,000		
To Income Tax	12,000		
To Net Profit	2,90,000		
<b>Total</b>	<b>7,98,000</b>	<b>Total</b>	<b>7.98,000</b>

**Additional Information:**

- a) Depreciation as per Income Tax Rules 28,000.
- b) Rent is paid for his residential house.
- c) Advertisement expenses are incurred for an advertisement in the souvenir of a political party.

You are required to compute his total Taxable Income for the Assessment Year 2024-25

**OR**

**Q3b)** Mr. Karnik sold on 10.06.2023 his residential house in Nashik for ₹ 87,50,000. It was purchased on 07.07.2003 for 17,00,000. Expenses on transfer amounted to ₹ 1,20,000. **CO3 (Ap, R&U) 15M**

Mr. Karnik incurred expenses on improvement on old house in financial year 2015-16 of ₹ 1,40,000.



He invested ₹ 25,00,000 for purchase of new residential house On 31.10.2023.

You are required to compute Net Capital Gain for the assessment year 2024-25.

Relevant Cost Inflation Indices are as under.

Financial Year	Cost Inflation Index
2003-04.	109
2015-16	254
2023-24	348

**Q4.a)** Mr. Anil has earned the following incomes during the financial year ended on 31<sup>st</sup> March, 2024. Compute his Gross Total Income for the Assessment Year 2024-25 assuming that he is:

- Resident and ordinarily resident
- Resident but Not ordinarily resident
- Non-resident

**CO1 (Ap, R&U) 15M**

Sr. No.	Particulars	Amount ₹
1.	Rent from a property in Delhi received in USA	80,000
2.	Income from a business in USA controlled from Delhi	90,000
3.	Income from a business in Mumbai controlled from USA	1,00,000
4.	Rent from a property in USA received there but later remitted to India	1,10,000
5.	Interest from deposits with Indian Bank in Mumbai	1,20,000
6.	Income received in USA for services rendered in India	1,30,000
7.	Income from agriculture in Sri Lanka	1,40,000
8.	Past untaxed profit earned outside India, brought to India	1,50,000

**OR**

**Q4.b)** Mr. Evolution an Indian Citizen has settled abroad for the last 25 years. His stay in India in last few years was as under.

**CO1 (Ap, R&U) 15M**

Previous Year	No. of Days Stay in India	Previous Year	No. of Days Stay in India
2013-14	170	2019-20	125
2014-15	59	2020-21	105
2015-16	110	2021-22	121
2016-17	39	2022-23	157
2017-18	210	2023-24	183
2018-19	196		

He did not come to India prior to 2013.

Determine his residential status for the Assessment Year 2024-25.?

- Q5.a)** Write any eight items of Income from other sources  
**(b)** Explain Deductions U/s 80C, with Some Suitable Examples

**CO3 (Ap, U,R) 8M**

**CO4 (Ap, U,R) 7M**

**OR**

**Q5. Write short notes on (Any Three)**

- Family Pension
- Depreciation
- Entertainment Allowance
- Perquisites
- Define Person

**15M**

**CO3 (U,R)**

**CO2 (U,R)**

**CO2 (U,R)**

**CO2 (U,R)**

**CO1 (U,R)**

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