



**UNIVERSITY OF NORTH BENGAL**  
B.Com. Honours 3rd Semester Examination, 2020

**CC6-COMMERCE**

**INCOME-TAX LAW AND PRACTICE**

Full Marks: 60

**ASSIGNMENT**

*The figures in the margin indicate full marks.  
Candidates should answer in their own words and adhere to the word limit as practicable.*

**Answer all the following assignments**

15×4 = 60

1. The following are the Incomes of Mr. Deepak Patra for the previous year 2019-2020: 5+5+5=15

	<b>Amount (Rs.)</b>
(i) Dividend from Indian Company	20,000
(ii) Profit from Business in China received in India	1,40,000
(iii) Profit from Business in Punjab (controlled by Pakistan Head Office)	1,30,000
(iv) Profit from Business in Srilanka deposited in a bank there. This business is controlled from India	2,20,000
(v) Interest received from a Non-resident, Ms. Tomar, on the loan provided to him for a business carried on in India	65,000
(vi) Share of profit from Indian Partnership Firm	50,000
(vii) Income was earned and received in Bangladesh, but brought to India	3,00,000
(viii) Income from House Property in India received in London	85,000
(ix) Interest on debentures of an Indian Company received in New York	53,000
(x) Capital Gain on sale of agricultural land situated at Patna	72,000

Compute his Taxable Income for the Assessment Year 2020-2021, if he is:

- (a) a Resident  
(b) a Non-Resident  
(c) a Not Ordinarily Resident.

2. Following are the particulars of Mr. Anuradha Dash, an employee of A Ltd. Co., of Bangalore (population exceeding 25 lakhs): 15

- (i) Basic Salary Rs. 60,000 per month  
(ii) D.A. 7% of Basic (50% enters into retirement benefit)  
(iii) Transport Allowance Rs. 2,800 p.m.

- (iv) Helper Allowance Rs. 2,000 p.m. (She is paying Rs. 1600 p.m. to a helper, whom she got engaged for office work)
  - (v) Commission Rs. 50,000 on turnover basis
  - (vi) Bonus Rs. 60,000
  - (vii) Telephone Bill of her residence was paid by employer Rs. 12,000
  - (viii) Reimbursement of Medical Bills Rs. 80,000 out of this Rs. 40,000 is in respect of medical bill of her spouse.
  - (ix) She received House Rent Allowance of Rs. 10,000 p.m. till 31st July 2019 and thereafter she was given a rent free house by her company on a monthly rent of Rs. 10,000. Cost of furniture Rs. 1,20,000. She used to pay a rent of Rs. 8,000 before shifting to the rent free house.
  - (x) She availed a loan of Rs. 6,00,000 from her employer at a nominal rate of interest of 3.5% p.a. for the construction of her house. SBI lending rate as on 1st April 2019 is assumed to be 8.85%.
  - (xi) She is entitled to earned leave of one month in a year and she got her current year's leave encashed for Rs. 60,000 as she is in need of money for construction of her own house.
  - (xii) She is enjoying the services of a chauffeur driven big car.
  - (xiii) Amount paid by employer for free supply of gas, electricity at her residence Rs. 20,000
  - (xiv) Both she and her employer is contributing Rs. 5,000 p.m. (each) towards Recognised Provident Fund
  - (xv) She received a Leave Travel Concession of Rs. 15,000.
- Compute Income from Salary of Ms. Dash for the Assessment Year 2020-21.

3. Mr. Akshay Goyal owns the following house properties at Kolkata, the detailed information are as follows:

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	House I	House II	House III
	Rs.	Rs.	Rs.
Date of Completion	1-4-2019	1-4-2018	1-4-2010
Annual MRV	24,000	38,000	42,000
Annual FRV	22,000	34,000	44,000
Annual Standard Rent	20,000	40,000	60,000
Annual Rent	30,000	36,000	-
Interest on Loan taken for renovation construction of the house for the year:			
2019-2020	28,000	22,000	36,000
2018-2019	29,000	23,000	-
2017-2018	30,000	24,000	-
2016-2017	31,000	25,000	-
Vacancy Period	2 months	3 months	-
Unrealised Rent	2 months	-	-
Ground Rent (due)	400	-	500
Municipal Taxes	10% of MRV	2,400	3,600

**Additional Information:**

- (i) House I and House II are let out but House III is Self-Occupied
- (ii) 50% of Municipal Taxes are due for House-I and 1/4th of Municipal Taxes of House II is paid by the tenant.

Compute his Income from House Property for the Assessment Year ended 2020-2021.

4. Mrs. Anamika Singh is working in an office at Mysore. Her Gross Salary for the Year 2019-2020 was Rs. 8,85,890. 15

She has deposited the following during the year:

- (i) Rs. 3,000 p.m. in recognized provident fund
- (ii) Rs. 2,000 p.m. in public provident fund
- (iii) Rs. 25,000 under Unit Linked Insurance Plan of U.T.I.
- (iv) Rs. 10,000 in KVP
- (v) Rs. 2,200 p.m. as school tuition fees for her only child
- (vi) Rs. 45,500 towards premium of her Life Insurance Policy
- (vii) Rs. 30,000 towards Mediclaim Policy.

Her other incomes during the year are:

- (a) Rs. 2,230 accrued as interest on NSC VIII issue purchased on December 2017
- (b) Interest on Debenture from ABC Ltd. Rs. 5,000
- (c) Dividend from Bharat Biotech Ltd. Rs. 3,000.

You are required to compute her **Tax Liability** for the Assessment Year 2020-2021 availing all the allowable deductions.

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