

22/11

**Vidya Vikas Mandal's**  
**Shree Damodar College of Commerce & Economics, Margao-Goa**  
**TY B.Com, Semester-V, Semester End Examination, January 2021**  
**Accounting Major I: - Income Tax & Goods and Services Tax(DSE 1)**

**Duration: 2hrs**

**Max Marks: 80**

**Instructions:**

- 1) Question No. 1 is Compulsory.
- 2) Answer **any three** questions from Q. No. 2 to Q.No.6.
- 3) Figures to the **right** indicate **marks** allotted.
- 4) Show important **working notes** as **fair** work.

**Q1. A.** Mr. Naik Provides you the following particulars for the year ending 31/3/2020. You are required to compute eligible deduction u/s 80C for Mr. Naik for A.Y 2020- 21.

1. Tuition fees of Rs. 90,000 for the daughter doing MBBS in Goa Medical College and Rs. 500,000 for son doing MBA in America.
2. Investment in NSC Rs. 15,000
3. Housing Loan Principal Repayment Rs.35,000
4. Contribution to PPF Rs. 65,000

**(5 Marks)**

**B.** Mr. Dias sells the following capital assets for the previous year 2019-20.

- 1.Sale consideration on 1/5/ 2019 is Rs. 17,00,000.
2. These capital Asset was acquired in the year 2002-2003 for Rs. 5,40,000.
3. Brokerage paid is Rs. 15,000
4. He purchased 3 years REC bonds for Rs. 15,000.

(Cost inflation index: 2002-02: 105, 2019-20: 289)

Compute long term capital gain for A.Y 2020-21

**(5 Marks)**

**C.** Mr. Om, a Resident in India, and 65 years of age provide the following particulars for the previous year 2019-20.

1. Gross Total Income Rs. 800,000.
2. Deductions under Chapter VI-A Rs. 100,000.

Calculate the total tax payable for the A.Y 2020-21.

**(5 Marks)**

D. Mr. X a registered dealer in state of Goa provides the following particulars for the period of December 2020.

1. Goods Purchased from Margao Rs. 4,20,000 (Includes GST @ 12 %).
2. Expenses Rs. 50,000 and Profit Rs. 50,000.
3. Goods were sold in Mumbai with IGST of 18 %

Calculate the amount of Tax payable after utilizing input tax credit for the month of December 2020 assuming no opening balance of input tax credit is available. (5 Marks)

Q2. Mr. Kailash Naik age 50 years owns a residential house property which consists of two equal residential units. While Unit I is Self-Occupied by Mr. Kailash for his own residential purpose, Unit II is let out for Rs. 12,000 per month. Rent of 3 months could not be recovered. Municipal Value of the property is Rs. 2,60,000, Standard Rent is Rs. 2,50,000 and Fair Rent is Rs. 2,80,000. Municipal Tax is charged by the respective municipality at the rate of 12 % which is paid by Mr. Kailash during the year. Other expenses for the previous year 2019-20 included repairs amounting to Rs. 2500, insurance of Rs. 6000 and Interest on capital borrowed in the year 1997 for construction of property amounting to Rs. 103,000. Income of Mr. Kailash from Salary is Rs. 7,00,000.

During the year 2019-20 Mr. Kailash has made payment towards

1. Contribution to Statutory provident fund Rs. 3000 pm.
2. Medical Insurance Premium paid by cheque for himself and spouse Rs. 15,000 p.a
3. Towards ELSS Mutual fund Rs. 2000 p.m
4. Towards five Years Fixed Deposit with bank Rs. 50,000 for the year

Determine Taxable Income and Tax payable for Assessment year 2020-21. (20 Marks)

**Q3.** Mr Tony K, a resident of India, aged 65 years, gives you the following details of income earned during the previous year 2019-20.

1. Interest on Government securities Rs. 4,400.
2. Winning from lotteries (Net after deducting TDS of 30%) Rs.70,000.
3. Lectures at workshop and seminar Rs.10,000.
4. Interest on loan given to close friend Rs. 14,000.
5. Interest on debentures after TDS of 10% Rs. 7,200.
6. Interest on Saving Bank Account Rs. 6,000.
7. Interest on Post office saving Bank account Rs. 1,000.
8. Interest on Post office monthly saving scheme Rs. 66,000.
9. Director sitting fees Rs. 20,000.
10. Royalty income for book Rs. 18,000. He paid typing expenses of Rs. 2,000.

Additional Information: -

- I. His Income from Business is Rs. 4,50,000
- II. During the year Mr. Tony K Paid
  - a. Towards pension fund of LIC of India Rs. 45,000 for the year.
  - b. Rs. 60,000 medical treatment of dependent brother (being person with disability of 50 %).

Compute his total Income and Tax Payable for the assessment year 2020-21.

**Q4** Answer in short, any four of the following.

**(4 x 5 Marks)**

- a) Deduction under section 24 in case of let out house property.
- b) Definition of Capital asset u/s 2(14) of the Income Tax Act, 1961.
- c) Explain the features of Goods and Services Tax.
- d) Deduction under section 80C of Income Tax Act, 1961.
- e) Taxability of Gifts u/s 56(2) of Income Tax Act, 1961.

**Q5** Answer in short, **any four** of the following.

**(4 x 5 Marks)**

- a) The due dates for filing returns of Income under section 139(1) of Income Tax Act, 1961
- b) Explain the concept of deemed ownership under section 27 Income Tax act 1961
- c) What are the advantages of Goods and Services Tax.
- d) Deduction under section 80D of Income Tax Act, 1961.
- e) Explain the concept of E-Way Bill.

**Q6** Answer in short, **any four** of the following.

**(4 x 5 Marks)**

- a) Explain the concept of Clubbing of Income of the Income Tax Act, 1961
- b) Explain the Concepts of CGST and SGST under Goods and Services Tax Act
- c) Definition of transfer under section 2(47) of Income Tax Act, 1961.
- d) Due dates of payment of Advance tax by the assesses.
- e) Deduction under section 80G of Income Tax Act, 1961.