**B.COM (TRAVEL AND TOURISM)**

**Semester V**

**CO 1541 FUNDAMENTALS OF INCOME TAX**

**Section A. One or Two Sentence Questions (1 Mark)**

1. Define income tax.
2. Expand CBDT.
3. What is an assessee?
4. What is assessment year?
5. What is previous year?
6. What is gross total income?
7. Define total income.
8. What is exempted income?
9. What is salary income?
10. What is perquisite?
11. What is house property income?
12. What is agricultural income?
13. What is capital gain?
14. What is long term capital gain?
15. What is short term capital gain?
16. What is business income?
17. What is tax evasion?
18. What is tax avoidance?
19. What is advance tax?
20. Expand PAN.
21. What is TDS?
22. What is rebate?
23. What is surcharge?
24. What is cess?
25. Expand HUF.

**Section B. One Paragraph Questions (2 Marks)**

1. Define person under Income Tax Act.
2. What is deemed income?
3. What is clubbing of income?
4. What is tax planning?
5. Explain residential status.
6. Explain double taxation.
7. Define slab rate.
8. What is section 80C?
9. What is section 80D?
10. What is section 24(b)?
11. What is standard deduction?
12. What is deduction under section 80G?
13. What is deduction under section 80E?
14. What is relief under section 89?
15. What is set off and carry forward?
16. What is self-assessment tax?
17. What is regular assessment?
18. What is best judgment assessment?
19. Explain due date for filing returns.
20. What is belated return?
21. What is revised return?
22. What is defective return?
23. What is scrutiny assessment?
24. What is refund?
25. What is rectification?

**Section C. Short Answer Questions (4 Marks)**

1. Explain the scope of total income.
2. Explain different heads of income.
3. Explain income under salary.
4. Explain income under house property.
5. Explain income under business and profession.
6. Explain capital gains with examples.
7. Explain income from other sources.
8. Explain gross total income and total income.
9. Explain tax deduction at source (TDS).
10. Explain advance tax.
11. Explain relief under section 89.
12. Explain residential status for individuals.
13. Explain the provisions for agricultural income.
14. Explain tax planning and tax management.
15. Explain clubbing of income with examples.
16. Explain set off and carry forward of losses.
17. Explain deductions under section 80C.
18. Explain deductions under section 80D.
19. Explain deductions under section 80G.
20. Explain rebate under section 87A.
21. Explain the filing procedure for IT returns.
22. Explain PAN card and its uses.
23. Explain e-filing of returns.
24. Explain scrutiny assessment.
25. Explain best judgment assessment.
26. Explain advance ruling.
27. Explain penalties and prosecution.
28. Explain appeal procedures.
29. Explain TDS certificates.
30. Explain refund procedure.
31. From the following information, calculate taxable House Property Income:

Annual Value: ₹1,50,000

Municipal Taxes Paid: ₹10,000

Interest on Housing Loan: ₹20,000

1. Mr. A receives a basic salary of ₹40,000 p.m., DA ₹5,000 p.m., and HRA ₹12,000 p.m. He pays rent of ₹10,000 p.m. Compute his taxable HRA.
2. Mr. B has received salary of ₹6,00,000 p.a., bank interest of ₹20,000, and long-term capital gain of ₹50,000. Calculate his Gross Total Income.
3. Mr. C invested ₹1,50,000 in PPF, ₹50,000 in NSC, and paid LIC premium of ₹20,000. Compute deduction under section 80C.
4. Mr. D received arrears of salary ₹30,000 relating to previous year. Calculate relief under Section 89 if his current total income is ₹4,50,000.

**Section D. Essay Questions (15 Marks)**

1. Explain steps to compute total income.
2. Explain income from salary with computation.
3. Explain computation of house property income.
4. Explain computation of capital gains.
5. Explain computation of business income.
6. Explain computation of income from other sources.
7. Explain deductions under section 80C with examples.
8. Explain residential status and its impact.
9. Explain clubbing of income provisions.
10. Explain set off and carry forward with examples.
11. Explain agricultural income treatment.
12. Explain procedure for filing IT returns online.
13. Explain the procedure for assessment.
14. Explain advance tax and TDS with example.
15. Explain penalty provisions.
16. Explain appeal and revision under IT Act.
17. Explain tax evasion vs tax avoidance.
18. Discuss recent amendments in Income Tax Act.
19. Mr. X, an employee, provides the following details for the year:

Basic Salary: ₹5,00,000

HRA received: ₹1,20,000

Rent paid: ₹90,000

LTA received: ₹30,000 (spent: ₹25,000)

Professional Tax paid: ₹2,500

Investments under 80C: ₹1,50,000  
Compute his Total Income and Tax Liability for the Assessment Year.

1. Mr. Y owns a house let out at annual rent of ₹2,40,000. Municipal Taxes paid ₹20,000. Interest on home loan ₹1,50,000. Compute his taxable income under ‘Income from House Property’.
2. Mr. Z sold a residential property for ₹40,00,000 (indexed cost of acquisition ₹25,00,000). Calculate his Long Term Capital Gain and tax liability assuming no other income.
3. From the following details, compute Gross Total Income:

Salary: ₹4,20,000

Income from House Property: ₹50,000

Short Term Capital Gain: ₹20,000

Bank Interest: ₹15,000

Eligible deductions u/s 80C: ₹1,20,000

1. Mr. A earns business income ₹3,00,000, salary ₹2,50,000 and interest ₹25,000. Compute Total Tax Payable for the year assuming applicable slab rates.