

Exam. Code : 108505

Subject Code : 2132

B.Com. 5<sup>th</sup> Semester

DIRECT TAX LAWS

Paper : BCG-504

Time Allowed—3 Hours] [Maximum Marks—50

**Note** :—Attempt any **10** short notes from Section A. Attempt **two** essay type questions from Section B and **two** from Section C.

**SECTION—A**

1. (a) What is Salary ?
- (b) Who is an Individual ?
- (c) What is Allowable Expense ?
- (d) What is Loss ?
- (e) What is Exemption ?
- (f) What is clubbing of income ?
- (g) What is Capital Expenditure ?
- (h) What is Taxable Income ?
- (i) What is Direct Tax ?

(j) What is Advance Payment of Tax ?

(k) What is Revenue Receipt ?

(l) What is Capital Loss ? 10×1=10

### SECTION—B

1. Discuss the nature and scope of Income Tax Act.
2. The total Income of Mr. Ram, a legal expert, is Rs. 20,00,000 (income from profession Rs. 19,00,000 and interest on Bank Deposit Rs. 1,00,000). He pays Rs. 4,00,000 as house rent. He deposits Rs. 90,000 in public provident fund. Compute his taxable income for the assessment year 2017-18.
3. Discuss the provisions relating to Business and Profession in detail.
4. How Tax is calculated in case of Salary ? Discuss. 2×10=20

### SECTION—C

5. Define the term capital gains. Discuss the procedure for computation of capital gains as prescribed by the Income Tax Act, 1961.
6. How would you compute the Gross Taxable Income of an individual ? Discuss the steps in detail.
7. What is Tax Deduction at Source ? Discuss.
8. Discuss the major deductions an individual can claim from taxable income under Income Tax Act. 2×10=20