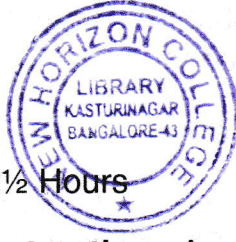




V Semester B.B.A. Examination, December 2024/January 2025
(NEP Scheme)



(Freshers and Repeaters)
BUSINESS ADMINISTRATION
Income Tax – I

Time : 2½ Hours

Max. Marks : 60

Instruction : Answer should be written in **English** only.

SECTION – A

1. Answer **any five** sub-questions. **Each** sub-question carries **2** marks. **(5×2=10)**
- Define the term Assessee.
 - Expand TRO and PAN.
 - Give the meaning of agricultural income.
 - What do you mean by previous year ?
 - Mention any two perquisites taxable in all the cases.
 - State the meaning of Defacto Rent.
 - Who is considered as non-resident in India ?

SECTION – B

- Answer **any three** questions. **Each** question carries **4** marks. **(3×4=12)**
2. State whether the following are agricultural or non-agricultural income.
- Income from agricultural land situated in Australia.
 - Dividend received from a company engaged in agricultural operations.
 - Income from growing flowers and creepers.
 - Rent from house property situated in a village.
3. What is the residential status of Mr. Anand for the AY 2024 – 25, who was in India for 182 days during the previous year 2023 – 24; 90 days during the previous year 2022 – 23 and 50 days during the previous year 2021 – 22 ?

P.T.O.



4. Calculate Net Annual Value from the following details.

Municipal value Rs. 2,00,000 ; Fair rental value Rs. 2,50,000 ; Annual rent Rs. 2,40,000 ; Municipal tax Rs. 10,000 is paid by the tenant.

5. Mention any four transactions where quoting of PAN is compulsory.
6. Ms. Ranjitha working in A Ltd. and getting Basic pay of Rs. 10,000 p.m., Dearness pay Rs. 4,000 p.m. and HRA Rs. 2,000 p.m. She stays in a rented house at Rs. 1,800 p.m. in Bangalore. Determine the amount of HRA exempted for the AY 2024 – 25.

SECTION – C

Answer **any three** questions. **Each** question carries **10** marks. **(3×10=30)**

7. Mr. Manoj is an employee in XYZ Ltd. at Bangalore. He gives the following information for the A.Y. 2024 – 25.

Basic Salary Rs. 8,000 p.m.

Dearness allowance Rs. 6,000 p.m. (Rs. 1,000 p.m. enters into all retirement benefits)

Education allowance for 2 children at Rs. 350 p.m. per child.

HRA Rs. 1,600 p.m. but he pays Rs. 3,000 per month as Rent.

He and the company contribute 14% of salary towards the RPF.

Interest on RPF was Rs. 15,000 at 15% p.a.

City compensatory allowance Rs. 29,600 p.a.

Entertainment allowance Rs. 750 p.m.

Company provides a small car for personal and official purpose. The entire expenditure is met by the company.

Compute his taxable income from Salary for the previous year 2023 – 24.

8. Ms. Hema is the Manager of a Private company in Mumbai has furnished the following details of her income for the year ended 31st March 2024.

a) Basic salary Rs. 21,000 p.m.

b) Bonus Rs. 42,000.

c) Commission is 3% on sales during the year she achieved a sales of Rs. 5,00,000.

d) D.A. Rs. 7,000 p.m. which enters into all retirement benefits.

e) Medical allowance Rs. 1,400 p.m.



- f) Children hostel allowance for his two children at Rs. 500 per month per child.
- g) Free telephone installed at her residence Rs. 6,000.
- h) She has been provided rent free furnished accomodation at Mumbai whose FRV is Rs. 10,000 and cost of furniture Rs. 60,000.

Compute her taxable salary for the A.Y. 2024 – 25.

9. Akhila owns 3 house properties. House 1 and 2 are used for her residential purposes and House 3 is let out on a monthly rent of Rs. 8,000. Following are the other particulars of the house properties.

Particulars	HP-1	HP-2	HP-3
Municipal valuation	60,000	30,000	90,000
Fair rent	85,000	32,000	95,000
Standard rent	65,000	36,000	85,000
Municipal Tax paid	6,000	3,000	9,000
Vacancy period	—	—	2 months
Vacancy loss	—	—	16,000
Interest on loan	1,41,600	—	—

Akhila could not occupy HP-2 for two months commencing from 1st December 2023. The particulars given above are related to financial year 2023 – 24. Compute total income from house property for the A.Y. 2024 – 25.

10. From the following particulars of Mr. Krishna compute his Gross total income for the A.Y. 2024 – 25. If he is
- a) Ordinary Resident
 - b) Not ordinary Resident
 - c) Non Resident.
- a) Profit from Business in Chennai Rs. 50,000.
 - b) Income from agriculture in Karnataka Rs. 1,00,000.
 - c) Income from property in London received there Rs. 2,00,000.
 - d) Interest on Singapore development Bonds Rs. 1,50,000.
 - e) Income from business in Kuwait controlled from Mumbai Rs. 85,000.
 - f) Dividend from domestic company Rs. 1,000.



- g) Profit on sale of building in Bangalore received in Nepal Rs. 50,000.
- h) Income from house property in Kolar received in USA Rs. 6,50,000.
- i) Royalty received in Mysore for services rendered in Japan Rs. 6,00,000.
- j) Rent from house property in Australia received there and remitted to India Rs. 5,000.

11. Mr. Manjunath owns two houses in Bangalore. The particulars of which are as follows.

Particulars	HP-1	HP-2
Municipal valuation	90,000	1,20,000
Fair rental value	1,08,000	90,000
Rent received	1,44,000	1,80,000
Annual charges	10,000	—
Municipal tax paid	6,000	10,000
Municipal tax due	8,000	2,000

Manjunath took a loan of Rs. 5,00,000 @ 10% for the construction of HP-2 on 01-04-2020 and the construction is completed on 01-04-2022. Compute his income from house property for the A.Y. 2024-25.

SECTION – D

Answer **any one** of the following questions. **Each** question carries **8** marks. **(1×8=8)**

12. a) List out any eight incomes which are exempt from income tax U/S 10 in case of an individual.
- b) Mention any eight fully taxable allowances.
