



SA – 768

58

VI Semester B.Com. Examination, April/May 2015  
(Semester Scheme) (2014-15 and Onwards) (Freshers)

COMMERCE

Paper – 6.3 : Income Tax – II

Time : 3 Hours

Max. Marks : 100

**Instruction :** Answers should be written **completely** either in **English** or in **Kannada**.

SECTION – A

Answer **any ten** sub-questions. Each sub-question carries **two** marks. (10×2=20)

1. a) What is profession ?
- b) Name 4 incomes chargeable under the head other sources.
- c) Mention 4 admissible expenses while computing taxable business income.
- d) What is long term capital asset ?
- e) Give the meaning of set-off.
- f) Expand (1) TDS (2) DTC.
- g) How do you treat expenditure on patents while computing taxable business income ?
- h) Mention the provisions under Sec. 80-E.
  - i) What are less tax securities ?
  - j) Give the meaning of casual income.
  - k) What is meant by block of assets ?
  - l) What are bond washing transactions ?

SECTION – B

Answer **any four** questions. Each question carries **eight** marks. (4×8=32)

2. Mr. Rudramurthy bought 1000 Equity shares of Sonata Software Ltd. in May 2002 at Rs. 40 per share (brokerage 1%). He received bonus shares in the ratio of 1 : 1 in June 2007. Again he was allotted right shares in the ratio of 1 : 1 in April 2010 at Rs. 60 per share. He sold all the shares in Dec. 2013 at Rs. 150 per share (brokerage 0.5%). Compute the taxable capital gains for the A.Y. 2014-15. CII 2002-03 = 447, 2007-08 = 551, 2010-11 = 711, 2013-14 = 939.

P.T.O.



3. Mr. Prashanth is a member of Legislative Assembly. He has given the following particulars of his income for the F.Y. 2013 – 14.
- Salary from Govt. of Karnataka Rs. 55,000 per month.
  - Daily allowance for attending sessions Rs. 70,000.
  - Interest on F.D. with Central Bank of India (gross) Rs. 77,000.
  - Rent from house property in Bangalore Rs. 20,000 per month.
  - Dividend from Maruthi Suzuki Ltd. Rs. 6,000.
  - Income from letting on hire Plant and Machinery Rs. 24,000 per month.
  - Dividend from Sirsi Co-op. Society Rs. 4,800. Compute income from other sources.
4. Mr. Vineeth bought a residential house property in May 2003 for Rs. 2,34,000. He renovated the property in 2008-09 at a cost of Rs. 3,21,000 and the property was sold for Rs. 29,00,000 in Nov. 2013 (brokerage 2%). Another residential house property was bought in Feb. 2014 for Rs. 6,60,000 (brokerage 2.5%). Compute the taxable capital gains for the A.Y. 2014-15.  
CII 2003-04 = 463, 2008-09 = 582, 2013-14 = 939.
5. Mr. Kalyan Kumar has reported the following particulars of his income, savings and investments for the F.Y. 2013-14.
- Net salary received Rs. 8,60,000  
 Net income from house property Rs. 1,24,000  
 Net income from other sources Rs. 78,000  
 Repayment of housing loan principal amount Rs. 50,000.  
 Life Insurance premium on own life Rs. 36,000.  
 Compute his tax liability for the A.Y. 2014-15.
6. State the provisions under Sec. 54 and Sec. 54-B.

## SECTION – C

Answer **any three** questions. **Each** question carries **sixteen** marks. (3×16)

7. Following is the Trading and Profit and Loss A/c of Manjunath Enterprises for the year ended 31<sup>st</sup> March 2014.

	Rs.		Rs.
To Opening Stock	1,24,000	By Sales	33,30,00
” Purchases	7,28,000	” Closing stock	1,36,00
” Carriage	78,800		
” Wages	52,000		
” Mfg. expenses	63,000		
” G/p	24,20,200		
	<b>34,66,000</b>		<b>34,66,00</b>

