

June - 2008

Roll No. ....

Subject Code—9502

**P. G. Diploma EXAMINATION**

**TAXATION**

**PGDT-102**

**Income-Tax Law and Practice**

*Time : 3 Hours*

*Maximum Marks : 100*

**Note :** Attempt *Five* questions in all. Q. No. 1 is compulsory.

1. Define the following :

- (a) Gross Total Income
- (b) Different Heads of Income
- (c) Assessee
- (d) Capital Gain
- (e) House Rent Allowance
- (f) Annual Value
- (g) Deduction of Tax at source

- (h) Unabsorbed Depreciation  
(i) Powers of Assessing Officer  
(j) Deductions.

2. Write a detailed note on determination of residential status of an individual and scope of total income.

3. Mrs. Sunita (Date of Birth 31-03-1941) has a house property in Delhi which has two units. Unit I has a floor area of 70% whereas the Unit II has a floor area of 30%. Both the units were self occupied by the assessee. As the assessee was allowed a rent free accommodation by her employer w.e.f. 01-04-2004, she vacated both of the units and let out Unit I at a rent of Rs. 18,000 P.M. and Unit II for Rs. 9,000 P.M. Unit I remained vacant for 1½ months whereas Unit II was vacant for one month. Other particulars of house property are as under :

	Rs.
Fair Rent	1,73,000
Municipal Valuation	1,63,000
Standard Rent	1,68,000
Municipal Taxes Paid	39,000
Ground Rent due	19,000

Compute Tax Liability for A.Y. 2006-07.

4. Explain the allowed and disallowed expenses under the head business or profession.

5. Write a detailed note on set off and carry forward of losses.

6. Mr. X has incomes as under :

Rs.

- (i) Income under the head salary 1,20,000  
(ii) Income under the head House  
Property 1,40,000  
(iii) Income from gambling activities 47,000  
(iv) He has received interest of Rs. 22,000 from State Bank.  
(v) He has business income from sales/ purchase of equity shares Rs. 3,00,000 and paid security transaction tax of Rs. 20,000 on such income.  
(vi) He has long term capital gain Rs. 3,00,000 on compulsory acquisition of land by Govt.



(vii) He has donated Rs. 30,000 to Prime Minister's National Relief Fund and Rs. 20,000 to MCD for family planning and donated Rs. 15,000 to charitable institution notified under section 80 G.

Compute his total Income and Tax Liability for A.Y. 2006-07.

7. Discuss in detail the powers of conducting survey of Income-Tax authorities under Section 133A of Income-Tax Act, 1961.
8. Write notes on any *two* of the following :
  - (a) Tax Planning
  - (b) Double Taxation
  - (c) Procedure for assessment.