

NEP - Semester End Examination – October 2025

Program: B.COM (A & F)

Course: Taxation – I (Direct Tax)

Program Code: UGAF03

Course Code: NUA205

Duration: 1 Hour

Max. Marks:

30

Instructions:

1. Q.1. is compulsory.
2. Attempt any two questions from Q.2. to Q.4.
3. Figures to the right indicate full marks.

| Q. 1 | | [05] | Course Outcome | Knowledge Level |
|------|---|------------------------------|----------------|-----------------|
| (a) | Fill in the blanks with an appropriate answer from the alternatives given. | | | |
| | I) Any sum of money received in excess of Rs. _____ without consideration is chargeable to tax. | | | |
| | a. 5000 | b. 50000 | | |
| | c. 500000 | d. 55000 | | |
| | II) Compensation received on voluntary retirement is exempt under sec. 10(10C) to the maximum extent of _____ | | | |
| | a. Rs. 2,40,000 | b. Rs. 3,00,000 | | |
| | c. Rs. 5,00,000 | d. None of the other options | | |
| | III) Maximum amount of deduction for entertainment allowance is Rs. _____ | | | |
| | a. 1500 | b. 2500 | | |
| | c. 5000 | d. 3000 | | |
| | IV) If any asset is used for more than 180 days in the year of purchase, the depreciation rate will be ____ of the normal rate. | | | |
| | a. 50% | b. 100% | | |
| | c. 75% | d. None of the other options | | |
| | V) Limit of Investment in the 'Long term specified asset' u/s 54EC by an assessee during any financial year should not exceed _____ | | | |
| | a. Rs. 50,00,000 | b. Rs. 25,00,000 | | |
| | c. Rs. 30,00,000 | d. No Limit | | |

CO1 & CO2

L1 – L3

| | (b) | State whether the following statements are true or false. | [05] | CO1 & CO2 | L1 – L3 | | | | | | | | | | | | | | |
|---|--------------|--|-------------|----------------|---|--------|---|-------|--|--------|--|--------|---|--------|--|--------|--|-----------|---------|
| | I) | Deduction for entertainment allowance is available to all employees. | | | | | | | | | | | | | | | | | |
| | II) | Thirumalai Devasthanam Temple is an example of artificial juridical person. | | | | | | | | | | | | | | | | | |
| | III) | Thirumalai Devasthanam Temple is an example of artificial juridical person. | | | | | | | | | | | | | | | | | |
| | IV) | Income tax is a tax on tax. | | | | | | | | | | | | | | | | | |
| | V) | An Indian company is always treated as resident in India. | | | | | | | | | | | | | | | | | |
| Q. 2 | | | [10] | Course Outcome | Knowledge Level | | | | | | | | | | | | | | |
| | | Mrs. Asha is the export manager of HI-TECH Ltd. since 1 st January, 2009. She provides you the following information for the previous year ended 31 st March, 2025. a) Salary @ Rs. 38,000 per month. b) Ex-gratia Rs. 37,000. c) House Rent allowance Rs. 22,000. (Exempt u/s 10(13A) Rs. 7,000). d) Entertainment Allowance @ Rs. 2,000 per month. e) Arrears of Salary Rs. 28,000. f) Company deducted Profession Tax from salary Rs. 2,500. g) She was on leave for one month and went to Kashmir on 31 st March, 2025. She took the salary of April 2025 in advance. Compute the taxable income under the head “Salaries” of Mrs. Asha for the assessment year 2025-26. | | CO3 & CO4 | L4 – L6 | | | | | | | | | | | | | | |
| Q. 3 | | | [10] | Course Outcome | Knowledge Level | | | | | | | | | | | | | | |
| | | Following are the incomes of R, a citizen of India, for the previous year 2024-25: <table><tr><th>Particulars</th><th>Amount (Rs.)</th></tr><tr><td>1. Interest on Saving Bank Deposit in Corporation Bank, Delhi</td><td>12,000</td></tr><tr><td>2. Income from agriculture in Africa invested in Russia</td><td>5,000</td></tr><tr><td>3. Dividends received in USA from an English Company, out of which Rs.2,000 were remitted to India</td><td>12,000</td></tr><tr><td>4. Salary drawn for two months for working in Indian Embassy’s Office in Australia and salary received there</td><td>48,000</td></tr><tr><td>5. Income from house property. (The building is situated in Iraq, out of which Rs.20,000 deposited in a bank in Iraq and the balance remitted to India)</td><td>25,000</td></tr><tr><td>6. Pension received in Belgium for services rendered in India with a limited company</td><td>10,000</td></tr></table> | Particulars | Amount (Rs.) | 1. Interest on Saving Bank Deposit in Corporation Bank, Delhi | 12,000 | 2. Income from agriculture in Africa invested in Russia | 5,000 | 3. Dividends received in USA from an English Company, out of which Rs.2,000 were remitted to India | 12,000 | 4. Salary drawn for two months for working in Indian Embassy’s Office in Australia and salary received there | 48,000 | 5. Income from house property. (The building is situated in Iraq, out of which Rs.20,000 deposited in a bank in Iraq and the balance remitted to India) | 25,000 | 6. Pension received in Belgium for services rendered in India with a limited company | 10,000 | | CO3 & CO4 | L4 – L6 |
| Particulars | Amount (Rs.) | | | | | | | | | | | | | | | | | | |
| 1. Interest on Saving Bank Deposit in Corporation Bank, Delhi | 12,000 | | | | | | | | | | | | | | | | | | |
| 2. Income from agriculture in Africa invested in Russia | 5,000 | | | | | | | | | | | | | | | | | | |
| 3. Dividends received in USA from an English Company, out of which Rs.2,000 were remitted to India | 12,000 | | | | | | | | | | | | | | | | | | |
| 4. Salary drawn for two months for working in Indian Embassy’s Office in Australia and salary received there | 48,000 | | | | | | | | | | | | | | | | | | |
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| 6. Pension received in Belgium for services rendered in India with a limited company | 10,000 | | | | | | | | | | | | | | | | | | |

| | | You are required to compute his gross total income for the assessment year 2025-26 if he is (a) a resident and ordinarily resident, (b) not ordinarily resident, and (c) a non-resident. | | | | | | | | | | | |
|----------------|---------------------|---|----------------|---------------------|-----------------|-----|-----------|-----|-----------|-----|--|-----------|---------|
| | | | | | | | | | | | | | |
| Q.4. | | | [10] | Course Outcome | Knowledge Level | | | | | | | | |
| | (a) | <p>Mr. Rajesh provides the following particulars of asset transferred by him during the previous year ended 31st March, 2025.</p> <p>You are required to compute his income from Capital Gains chargeable to tax for assessment year 2025-26.</p> <p>A residential house in Madurai was purchased on 12th December, 2001 at a cost of Rs. 18,00,000. He incurred expenses on improvement of Rs. 3,00,000 on the above house during the financial year 2009-10. He sold the above house on 16th March, 2025 for Rs. 1,24,00,000. He incurred transfer expenses of Rs. 1,00,000 on the sale transaction. Cost Inflation Index are as follows:</p> <table><tr><th>Financial Year</th><th>Cost Inflation Year</th></tr><tr><td>2001-2002</td><td>100</td></tr><tr><td>2009-2010</td><td>148</td></tr><tr><td>2024-2025</td><td>363</td></tr></table> | Financial Year | Cost Inflation Year | 2001-2002 | 100 | 2009-2010 | 148 | 2024-2025 | 363 | | CO3 & CO4 | L4 – L6 |
| Financial Year | Cost Inflation Year | | | | | | | | | | | | |
| 2001-2002 | 100 | | | | | | | | | | | | |
| 2009-2010 | 148 | | | | | | | | | | | | |
| 2024-2025 | 363 | | | | | | | | | | | | |
| | (b) | <p>Mr. Natrajan provides you the following information for the period ending on 31st March, 2025.</p> <p>a) Income from units of “Unit Trust of India” Rs. 4,980.</p> <p>c) Withdrawals of Rs. 50,000 from PPF a/c with S.B.I.</p> <p>d) Winnings from lotteries Rs. 5,000.</p> <p>e) Income by way of dividend from Indian Companies: -</p> <p> i. M/s. Lucky Electronics Pvt. Ltd. Rs. 650.</p> <p> ii. M/s. Apple Industries Ltd. Rs. 4,460.</p> <p>f) Dividend from Foreign Companies Rs. 14,460.</p> <p>You are required to compute the gross taxable income of Mr. Natrajan for the assessment year 2025-26.</p> | | CO3 & CO4 | L4 – L6 | | | | | | | | |

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