

**BACHELOR OF LAWS - LL.B. (THREE YEAR DEGREE COURSE) (CBCS-
2021 COURSE)**

LL.B. Sem - V : SUMMER : 2024

SUBJECT: BUSINESS LAW : DIRECT TAX

Day : Wednesday

Date : 15/05/2024

S-25024-2024

Time : 10:00 AM-12:30 PM

Max. Marks : 60

N.B.:

- 1) All questions are **COMPULSORY**.
- 2) All questions carry **EQUAL** marks.
- 3) Non-scientific **CALCULATOR** is allowed.

Q.1 A) What are the items which are included under the head "Salaries" as per the provisions of the Act? Define the term "Assessee" under the provision of Section 2(7) of the Income Tax Act, 1961.

OR

Q.1 B) What is the manner in which the residential status of an assessee is determined for income tax purposes? What are the different categories into which the assessee are divided regarding residence? Explain.

Q.2 A) What are the expenses that are deductible from the income earned under the head "Income from other sources"? Explain.

OR

Q.2 B) What is advance tax? Explain how advance tax liability is calculated? What are the dates of the payment?

Q.3 A) "There are certain incomes exempt under Section 10 of the Income Tax Act, 1961". Enumerate any ten of such exempted income.

OR

Q.3 B) Explain the provisions regarding assessment of income under Income Tax Act, 1961.

Q.4 A) Write short notes on **ANY THREE** of the following:

- i) Speculative Business under Section 43(5)
- ii) Fully exempted allowance
- iii) Indexed cost of acquisition
- iv) Income included under the head income from other sources under Section 56(2)
- v) Advance Ruling
- vi) Deduction under Section 80D

Q.5 A) Richa is employed with Ebee Ltd. on a monthly Salary of Rs.25,000 per month and an entertainment allowance and commission of Rs.1,000 p.m. each. The employer provides her with the following benefits:

- a) Employer owned accommodation is provided to him in Delhi. Furniture costing Rs. 2,40,000 was provided on 1.8.2021.
 - b) A personal loan of Rs.5,00,000 on 1.7.2021 on which it charges interest @ 6.75% p.a. the entire loan is still outstanding. (Assume SBI rate of interest on 1.4.2021 was 12.75% p.a.)
 - c) Her son is allowed to use a motor cycle belonging to the employer. The employer had purchased this motor cycle for Rs. 60,000 on 1.5.2018. the motor cycle was finally sold to him on 1.8.2021 for Rs.30,000.
 - d) Professional tax paid by Richa is Rs. 2,000.
- Compute the income from salaries for Richa for the AY 2022-23.

OR

Q.5 B) What are the persons who are exempted from payment of profession tax under the Maharashtra Profession Tax Act, 1975?