Reg. No. : ....

Code No. : 21045 E **Sub. Code : EMCO 63/ EMBF 63**

B.Com. (CBCS) DEGREE EXAMINATION, APRIL 2026.

Sixth Semester

Commerce / Banking and Finance — Core

INCOME TAX LAW AND PRACTICE — II

(For those who joined in July 2023 only)

Time : Three hours Maximum : 75 marks

PART A — ($10 \times 1 = 10$ marks)

Answer ALL questions.

Choose the correct answer :

1. Long term capital loss can be set of against ________.

   (a) LTCG (b) STCG

   (c) Both (a) and (b) (d) None of these

2. A Long term capital asset except Financial asset it is an asset held for more than _________.

(a) 12 months (b) 24 months

(c) 36 months (d) 48 months

3. Family pension is subject to _________.

(a) Standard deduction

(b) Taxable at 20%

(c) Taxable at 30%

(d) None of the above

4. Which of the following income from other source is taxable?

(a) Dividend from co-operative society

(b) Dividend from foreign company

(c) Dividend from Domestic company

(d) Winning from Lottery

5. Un absorbed depreciation can be carried forward for set off for a period of _________.

(a) 4 Years (b) 8 Years

(c) 12 Years (d) Unlimited period

6. For the A.Y. 2025-2026 the maximum permissible deduction U/S 80C is _________.

(a) Rs. 1,20,000 (b) Rs. 1,00,000

(c) Rs. 1,50,000 (d) Rs. 75,000

7. Health and education cess is calculated on _________.

(a) Total Income

(b) Taxable Income

(c) Tax on Total Income

(d) Agricultural Income

8. Long term capital gain tax rate is _________.

(a) 10% (b) 20%

(c) 15% (d) 25%

9. Assessing officer is _________.

(a) Assistant Commissioner

(b) Income Tax Officer

(c) Deputy Commissioner

(d) All of the above

10. The Due date for filing return of Income in case of an individual is ________.

(a) 30th June (b) 31st July

(c) 31st August (d) 30th September

PART B — (5 × 5 = 25 marks)

Answer ALL questions by choosing (a) or (b).

Each answer should not exceed 250 words.

11. (a) What are the types of capital assets?

Or

(b) From the following particulars, calculate Capital Gain.

(i) Sale consideration of residential house on 26.6.2024 is Rs. 30,00,000.

(ii) Cost of acquisition of the house on 1.9.2011 is Rs. 7,02,000.

(iii) New residential house acquired on 10th January 2025 is Rs. 10,00,000.

(CII for 2024-2025 : 363, 2011-12, 184)

12. (a) Mention any five incomes that one taxable under the head income from other sources.

Or

(b) Mr. Basu received the following during the year 2024-2025 compute taxable. Income under the head "Income from other sources" separately each case.

(i) Winnings received from Sikkim Lottery	– Rs. 70,000
Winnings from house races	– Rs. 2,000
Winnings from crossword Puzzles	– Rs. 4,000
(ii) Winnings from Lottery	– Rs. 2,000
Winnings received from Horse Races	– Rs. 56,000

13. (a) Write a short notes on 80 G.

Or

(b) Mr. Arul submitted the following particulars for the previous year 2024-25 compute his gross total income.

		Rs.
(i)	Income from salary	2,00,000
(ii)	Income from house property	50,000

		Rs.
(iii)	Business Loss	–1,85,000
(iv)	Short term capital loss	–25,000
(v)	Long term capital gain	1,00,000
(vi)	Income from other sources	40,000

14\. (a) Compute the tax liability of Mr. Ranjith for the assessment year 2025-26. If his total income is Rs. 26,00,000.

Or

(b) Describe the procedure for computing the taxable income of an Individual.

15\. (a) Who is Inspector of Income Tax?

Or

(b) What is mean by Self Assessment?

PART C — (5 × 8 = 40 marks)

Answer ALL questions by choosing (a) or (b).
Each answer should not exceed 600 words.

16\. (a) Explain the various exemptions available from income from capital gain.

Or

(b) Calculate Capital gain from the following particular given by Mr. Kalaiarasan for the previous year if (CII for 2024-25 : 363, 2012-13: 200, 2001-02 : 100)

Cost of residential house	Rs. 5,40,000
FMV as on : 01.04.2001	Rs. 5,40,000
Date of purchase	01.10.1999
Date of sale	01.10.2024
Sale of value	Rs. 30,00,000
Cost of improvement	Rs. 90,000
Date of improvement	01.10.2012
Stamp Duty and legal charges	Rs. 50,000

The assessed has purchased another residential house within one year for Rs. 8,00,000.

17\. (a) Discuss the provisions regarding clubbing of income.

Or

(b) Mr. Mano received the following income during the previous year 2024-2025. Compute his taxable income from other sources.

	Rs.
Family pension received	60,000
Rent from Building	40,000
Salary as on MLA	20,000
Daily Allowance of MLA	5,000
Agricultural income from Srilanka	25,000
Agricultural income from India	48,000
Directors fees	5,000
Royalty received	10,000

18. (a) State the provision relating to set off losses under the head.

(i) Capital gains

(ii) House property.

Or

(b) From the following information of a Businessmen compute the gross total income.

	Rs.
Income from house property	2,00,000
Business Loss	40,000
Current year depreciation	5,000
Business loss of preceding years	40,000
Unabsorbed depreciation of preceding years	20,000
Short term capital loss	10,000
Long term capital gain	30,000

19. (a) Explain the rates of Income Tax for Individuals.

Or

(b) Mr. Ravi (45 Years) has furnished the following particulars regarding has income during the previous year 2024-2025. Compute his tax liability under regular and alternative tax regime.

	Rs.
Income from Salary (gross)	3,40,000
Income from house property (computed)	50,000
Contribution to RPF	1,75,000
LIC premium paid	15,000
Donation	25,000
Interest on SB account	8,000

20. (a) Explain the power of Income Tax Authorities.

Or

(b) What are the types of Return of Income?
