

Roll No.

SAP ID



UNIVERSITY OF PETROLEUM AND ENERGY STUDIES  
End Semester Examination, July 2020  
Open Book – Through Blackboard Learning Management System

Course: Taxation Law

Course Code- LLBL 443

Semester: 10

Programme: B.TECH (CSE), LL.B. (Hons.), Cyber Laws 2015 & IPR 2015

Time: 03 hrs.

Max. Marks: 100

**Instructions:**

As this examination is in open-book format, the students are expected to demonstrate a very high degree of Academic Integrity and not copy contents from resources referred. Instructors would look for understanding of the concept by the students and any similarity found from resources online/ offline shall be penalized in terms of deduction of marks and even cancellation of paper in requisite cases. The online examination committee of the School would also look for similarity of two answer scripts and if answer scripts of two or more students are found similar, both the answer scripts shall be treated as copied and lead to cancellation of the paper. In view of the aforesaid points, the students are warned that they should desist from using any unfair means.

**All Questions are Compulsory**  
**Answer each question in not more than 500 words**

S. No.		Marks	CO
1	<p>a. Fedex Pvt Ltd, has earned business income (computed) of Rs. 1,35,000, interest income on Fixed Deposits of Rs. 1,20,000 (Gross) during the P.Y. 2019-20. Company donated an amount of Rs. 55,000 in The Nationals Children's Funds. Compute the amount of Income Tax payable by the company for the A.Y. 2020-21.</p> <p>b. Mr Ashish commenced the business of operating goods vehicles on 01.04.2019. He purchased 6 light goods vehicle and 7 heavy goods vehicle on 10.04.2019. Weight of each heavy goods vehicle is 15,000 kgs. On 01<sup>st</sup> Feb. 2020, he sold 1 light goods vehicle and 1 heavy goods vehicle. You are required to calculate his income under section 44AE for AY 2020-21.</p>	20	CO3, CO1
Ans.			
2	<p>(a) Mr Suraj, a businessman, whose total income (before allowing deduction u/s 80GG) for the A.Y. 2020-21 is Rs. 4,60,000. He paid house rent of Rs. 12,000 p.m. in respect of residential accommodation occupied by him in Delhi. Compute the deduction allowable to him under section 80GG for A.Y. 2020-21.</p> <p>(b) Mr Dheeraj, has taken a loan of Rs. 25 lakhs from SBI. Loan was sanctioned on 01.04.2019 and disbursed on 01.05.2019. Loan was taken for purchase of electric vehicle. Cost of electric vehicle is Rs 28 lakhs. Rate of interest is 10% p.a.. Compute the amount of deduction allowable under provisions of Income</p>	20	CO 3

	Tax Act 1961 for the A.Y. 2020-21 in hands of Mr Dheeraj. Assume that there has been no principal repayment during the P.Y. 2019-20.																				
Ans.																					
3	<p>Ananya has a property whose municipal valuation is Rs. 1,50,000 p.a. The fair rent is Rs. 1,30,000 p.a. and the standard rent fixed by the Rent Control Act is Rs. 1,20,000 p.a. The property was let out for a rent of Rs. 15,000 p.m. throughout the previous year. Unrealized rent was Rs. 15,000 and all conditions prescribed by Rule 4 are satisfied. She paid municipal taxes @ 10% of municipal valuation. Interest on borrowed capital was Rs. 40,000 for the year. Compute the income from house property of Ananya for A.Y 2020-21.</p> <p>Further what will the treatment of unrealized rent of Rs 15,000 if the same was received by Ananya in A.Y. 2023-24.</p>	20	CO 3																		
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4	<p>Mr Harsh, a resident individual, furnishes the following particulars for the P.Y. 2019-20:</p> <table border="1" data-bbox="178 913 1206 1223"> <thead> <tr> <th>Particulars</th> <th>Amount (in Rs.)</th> </tr> </thead> <tbody> <tr> <td>Income From salary (Computed)</td> <td>8,50,000</td> </tr> <tr> <td>Income From House Property</td> <td>(1,40,000)</td> </tr> <tr> <td>Income From business- non speculative</td> <td>(22,000)</td> </tr> <tr> <td>Income From Speculative business</td> <td>(4,000)</td> </tr> <tr> <td>Short-Term capital losses</td> <td>(2,50,000)</td> </tr> <tr> <td>Long Term capital gains</td> <td>1,90,000</td> </tr> <tr> <td></td> <td></td> </tr> </tbody> </table> <p>Compute the total income and income tax and show the items eligible for carry forward as per the provisions of Income Tax Act 1961.</p>	Particulars	Amount (in Rs.)	Income From salary (Computed)	8,50,000	Income From House Property	(1,40,000)	Income From business- non speculative	(22,000)	Income From Speculative business	(4,000)	Short-Term capital losses	(2,50,000)	Long Term capital gains	1,90,000			20	CO 2		
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5	<p>Mrs. Tanvi Chauhan, aged 33 years, working in HDFC Bank, Mumbai, produces the following information for the Assessment Year 2020-21 before you. As a tax consultant, you are required to answer the following:</p> <p>a. Income Tax amount which is required to be paid by Tanvi Chauhan while filling her Income Tax Return</p> <p>b. Due Date of Filling Income Tax Return</p> <table border="1" data-bbox="178 1749 1283 2018"> <thead> <tr> <th>S no</th> <th>Particulars</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td></td> <td></td> <td></td> </tr> <tr> <td>A.</td> <td><b>Salary Details</b></td> <td></td> </tr> <tr> <td></td> <td>Basic Pay</td> <td>Rs. 25,000 p.m.</td> </tr> <tr> <td></td> <td>Dearness Allowance (Forming Part of Retirement benefits)</td> <td>Rs. 8,000 p.m</td> </tr> <tr> <td></td> <td>Entertainment Allowance</td> <td>Rs. 12,000 p.a</td> </tr> </tbody> </table>	S no	Particulars	Amount				A.	<b>Salary Details</b>			Basic Pay	Rs. 25,000 p.m.		Dearness Allowance (Forming Part of Retirement benefits)	Rs. 8,000 p.m		Entertainment Allowance	Rs. 12,000 p.a	20	CO 3
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	Medical expenses reimbursed	Rs. 23,000		
	Children Education Allowance for her son	Rs. 2,100 p.m.		
	Hostel Expenditure Allowance for her son	Rs. 1,800 p.m.		
	House Rent Allowance	Rs. 9,000 p.m.		
	Actual Rent paid during the year	Rs. 1,40,000		
	<b>B. House Property Details of house at Pune</b>			
	Expected Rent	Rs. 15,000 p.m.		
	Actual Rent received from April to December 2019- (House Property was vacant from Jan. to March 2020)	Rs. 20,000 p.m.		
	Municipal Taxes Paid	Rs. 30,000		
	<b>C. Other Sources Details</b>			
	Interest earned from Fixed Deposits	Rs. 2,30,000		
	Interest earned from Saving Bank Account	Rs. 13,000		
	Cash gift from friend on her marriage anniversary	Rs. 30,000		
	<b>D. Investment Details</b>			
	Premium Paid of LIC	Rs. 55,000		
	Premium Paid for Term Insurance	Rs. 15,000		
	Investment in 5 years Tax Saver Fixed Deposit	Rs. 45,000		
	School Fees paid	Rs. 80,000		
	Investment in Public Provident Fund	Rs. 7,000		
	Medical Checkup expenses incurred in cash	Rs. 4,500		
	Medical Insurance policy premium	Rs. 8,000		
	<b>E. Tax Details</b>			
	TDS deducted by employer	Rs. 15,000		
	Self-Assessment Tax deposited in March 2020	Rs. 25,000		
Ans.				

I, ....., understand that submitting work that isn't my own may result in failure in this paper and I may also be subject to Disciplinary Proceedings as per the Academic Integrity policy of the University.

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