Roll No............

Department of Management
School of Management and Business Studies
Jamia Hamdard
B. Com-Semester III
Odd Semester Examination - December 2025

Subject Name: Income Tax Law and Practice **Max. Marks: 60**

Subject Code: BCH-DC-10 **Time: 2.5 Hours**

***Attempt both sections as per instructions.**

Section A - Short Answer (6 x 4 = 24)

Instructions for Section A: Attempt any Six Questions. All questions carry equal marks

Q1: Define Assessment Year with Example.
Q2: What do you understand by Direct Taxes? Explain with example
Q3: Write Income tax slab come under section 115BAC
Q4: What are the cases where the income of Current Year assessed in the same year?
Q5: What are the various conditions for the Residential status of the individual?
Q6: Explain the concept of Advance Payment of Tax.
Q7: Explain the formula to calculate Gratuity.
Q8: Explain the concept of Block of Assets under the head Income from Business Profession.
Q9: Mr. R borrowed a sum of Rs. 20,00,000 on 1-4-2023 @ 12% p.a to contract the building for the purpose of his business. The construction of house property is completed on 30-6-2024 and put to use immediately. The loan is still outstanding. Cost of contraction of building is 50, 00,000, calculate the actual cost of building which will be eligible for depreciation under the head income from business profession.

Section B-Long Answer (3 x 12 = 36)

Instructions for Section B: Attempt any Three Questions. All questions carry equal marks

Q1: The total income of Mr. Hariom (Age 52 years) for the financial year 2024-25 is Rs. 50,60,000 compute the tax payable by Mr. Hariom for Assessment Year 2025-26.

Q2: Explain the Treatment of Entertainment Allowances with suitable example.

Q3: Satish is practicing as a chartered Accountant in Delhi. He deposit all receipt in his bank account and pays all expenses by cheque. Following is the analysis of his bank account for the year ending 31.3 2025. Written down value of the car as on 1.4.2024 was Rs. 6,00,000 & rate of depreciation is 15%. He stays in his house, the municipal value of which is Rs. 8,000. Following are the expenses which have been included in the above account in respect of his house: insurance premium Rs. 500; Municipal taxes Rs. 2,400. Compute the gross total income of Satish on the basis of given information.

Balance b/f	7250	Salaries		10,14,000
Professional receipt	31,40,000	Rent of Chamber		6,84,500
Dividend from UTI	8,000	Audit fee		23,000
Rent from resident house property	72,000	Telephone Expenses		51,000
Share of income in HUF	6,750	Misc. office Exp.		55,500
		Motor car Exp		8,000
		Advance income tax		40,000
		House property Exp.		
		Taxes	5000	
		Repairs	1500	
		Insurance	1500	
		Collection charges	2000	10,000
		Balance c/d		13,02,500
	32,34,000			32,34,000

Q4: How is Inflation Cost indexation benefit applied to long-term capital assets? Explain with proper example.

Q5: R a house property in Delhi. 60% of the property is let out for Rs. 15,000 p.m and 40% portion is self-occupied by him. Compute his income from house property from the following information submitted to you:

Municipal Value Rs. 2,00,000
Fair Rent Rs. 22,000 p.m
Standard Rent Rs. 20,000 p.m
Municipal Taxes Paid Rs. 30,000
Interest on money borrowed for purchase of house property which was acquired in 2015 Rs. 1,80,000 (Current Financial Year Interest)

Q6: "Income from Other Sources is a residuary head of income." Elaborate this statement and explain the scope of this head with the help of Section 56(1) and 56(2)