

Vidya Vikas Mandal,s
Shree Damodar College of Commerce & Economics, Margao-Goa
TY B.Com, Semester- V, Semester End Examination, November 2023
Accounting DSE –I
Income Tax & Goods and Service Tax

Duration: 2 Hours

Total Marks: 80

Instruction:

- 1) Question No. 1 is compulsory
- 2) Answer Any Three questions from Q. No. 2 to Q. No.6
- 3) A figure to the right indicates marks allotted.
- 4) Show important working notes as fair work.

Q.1) A. 'Mrs. Rutuja', a resident manufacturer in state of Goa provides the following particulars for period of September, 2023. (5 marks)

- i. Inputs purchased within the State Rs. 3,10,000 (Including GST @ 5%).
- ii. Other expenses Rs. 25,000 and profit Rs. 25,000.
- iii. Goods produced were sold in Maharashtra with IGST@ 18% on Sales.

Calculate the amount of Tax payable after utilising input tax credit for the month of September, 2023 assuming no opening balance of input tax credit available.

B. Mrs. Riya, received the following gifts during the Previous Year 2022-2023. (5 marks)

Date of gift	Details of gift and donor	Amount of gift (Rs.)
01.07.2022	Gift from Siya, a friend, by cheque	50,000
01.09.2022	Cash gift from sister-in-law	2,00,000
01.12.2022	Gift of diamond ring on her birthday, by her friend living in Dubai.	75,000
15.12.2022	Cash gifts of Rs. 31,000 each made by four friends on the occasion of her son's marriage	1,24,000
01.12.2022	Gift of a rosewood cot made by friend on house opening ceremony	1,00,000

Calculate the amount of gifts chargeable to tax for the Assessment Year 2023- 2024.

C. Mr. Niraj, a resident individual, makes the following investments/payments during the previous year 2022-2023. (5 marks)

- a) Investment in NSC Rs. 10,000
- b) Housing Loan Principal Repayment Rs.72,000 to Axis Bank.
- c) Contribution to PPF Rs.40,000.
- d) Tuition fees of Rs 50,000 for the son doing BMS in India and for daughter Rs. 60,000 doing her MS in USA.

Compute the amount of Deduction U/S 80C for the Assessment Year 2023 -2024.

D. Mr. Harsh, a registered GST dealer from Margao, provides the following information pertaining to September 2023. **(5 marks)**

- i. Purchased Raw Material 'A' from local dealer Rs. 99,750 (inclusive of GST @5%).
- ii. Purchased Raw Material 'B' from local dealer Rs. 1,40,000 (inclusive of GST @12%).
- iii. Other expenses Rs.30,000.
- iv. Earned 15% profit margin on total cost.
- v. During the month of September, 2023 on 40% production is sold within the state and applicable GST rate being 12%.

Calculate the amount of CGST and SGST payable after utilising input tax credit for month of September, 2023 assuming no opening balance in input tax credit is available.

Q2. Mr. Soham , a resident individual, 45 years of age is a physically handicapped person (disability of 70%). He gives you the following details of house properties owned by him for the previous year ended 31st March 2023. **(20 marks)**

Particulars	House I	House II
Nature of Occupation	Let Out for Business	Self-Occupied for Residence
	(Rs.)	(Rs.)
Fair Rental Value	4,50,000	7,80,000
Municipal value	4,55,000	8,10,000
Annual Rent	7,80,000	-
Municipal tax paid	25,000	80,000
Standard Rent	4,23,000	14,00,000
Land Revenue	40,000	60,000
Repairs	6,000	74,000
Fire Insurance premium	2,000	30,000
Unrealised Rent of 2021-2022	30,000	-
Unrealised Rent of 2022-2023	17,000	-
Interest on Capital Borrowed	12,000	2,63,500
Loss on account of vacancy	1,30,000	-
Year in which capital was borrowed for construction	2014	2016

Additional Information:

1. Computed amount of Income from salaries is Rs. 8,50,000 and from a part time business is Rs. 3,50,000.
2. Payments made in the year towards the following:
 - a) Paid Rs. 25,000 p.a. towards Pension fund of LIC of India.
 - b) Life Insurance Premium on the life of his spouse and son (married and independent) amounting to Rs 1,200 p.m. (Sum Assured Rs 1,00,000 and policy is issued on 1.4.2011)
 - c) Contribution to Statutory Provident Fund Rs. 5,000 p.m.
 - d) Contribution to ULIP of Unit Trust of India Rs. 40,000.

- e) Tuition fees of his daughter studying in FY B.Com in a college in Mumbai
Rs 20,000 p.a.

Compute his total taxable income for the Assessment Year 2023-2024.

Q3.A. Mr. Reo is the purchase manager of Cipla Limited. His net taxable income under the head salaries is Rs. 12,00,000/- **(15 marks)**

Particulars of his other income are as follows:

Particulars	Amount
Income from units of Unit Trust of India	4,000
Income from Company Deposit Scheme	1,000
Dividend from Indian Companies	4,000
Dividend from Foreign Companies	2,000
Interest on P.P.F. A/c with S.B.I.	1,500
Interest on fixed deposit with Bank of Maharashtra	3,000
Interest on Central Government Securities	2,000
Contribution to LIC towards premium u/s 80CCC	10,000
Deposits in PPF Account made during the year	70,000
5 years Term Deposit with Schedule Bank eligible for Sec.80C	30,000

He spent Rs. 49,000 on his wife who is severally disabled as defined u/s 80DD. However she has claimed deduction u/s 80U while computing her total income.

You are required to compute his net taxable income for the assessment year 2023-2024.

B) Mr. Rohan sold his residential house on 10th June 2022 in Goa for Rs. 87,00,000. It was purchased on 7th July 2003 for Rs. 17,00,000. Expenses on transfer amounted to Rs. 1,20,000. Mr. Rohan incurred expenses on improvement on old house in financial year 2015 -2016 of Rs. 1,60,000. He invested Rs. 25,00,000 for purchase of new residential house on 31st October 2022.

You are required to compute Net Capital Gain for the assessment year 2023-2024. Relevant cost inflation Indices are as under: **(5 marks)**

Financial Year	Cost Inflation Index
2003 -2004	109
2015 -2016	254
2020 -2021	301
2021- 2022	317
2022- 2023	331

Q4. Write Short Notes on any four of the following:

(4X5 = 20)

- Meaning of "Goods" and "Services" under the GST Act.
- Explain the concept of Municipal Value.
- Computation of Short term capital Gain.
- Explain the term Relative for the purpose of Gift.

- e. Explain the provision in respect of interest on loan taken for Higher Education u/s 80E.

Q5. Write Short Notes on any four of the following:

(4X5= 20)

- a. Explain the concept of Self Occupied House property.
- b. Define Capital Asset.
- c. Distinguish between Exemption and Deduction.
- d. Explain any five benefits of GST
- e. Composition scheme under Goods and Service Tax

Q6. Write Short Notes on any four of the following:

(4X5=20)

- a. Definition of Person U/S 2(84) CGST Act 2017.
- b. Self- assessment u/s 140A of the Income Tax Act.
- c. Explain the 'Time of Supply Services' in relation to Goods and Services Tax.
- d. Define owner of House property.
- e. Explain the provision in respect of Interest on loan taken for Higher Education.