

Bc/ITLP-604

2018

(6th Semester)

COMMERCE

Paper No. : BC-604

(Income-tax Law and Practice)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

(PART : B—DESCRIPTIVE)

(Marks : 45)

*The figures in the margin indicate full marks
for the questions*

1. (a) Distinguish between tax avoidance and tax evasion. Why is tax evasion unethical? 7+2=9

Or

- (b) Explain the residential status of an individual and a company. 9

2. (a) What is called Capital as per the Income-tax Act? Distinguish between long-term and short-term capital assets.

4+5=9

8L/503a

(Turn Over)

(2)

Or

(b) Mr. Gourav Bora furnishes the following particulars of his salary income for the previous year 2015-16 which he receives from his employer company :

(i) Basic salary—₹ 10,000 p.m.

(ii) Advance salary—₹ 2,000

(iii) Medical allowance—₹ 600 p.m.

(iv) Annual grant—₹ 3,000

(v) Conveyance allowance—₹ 800 p.m.
(80% spent on official duty)

(vi) Scholarship—₹ 1,000 p.m.

(vii) Festival celebrations—₹ 2,000

(viii) Professional tax deducted—₹ 1,000

(ix) Rent-free unfurnished accommodation from 01.07.2015

Compute the income from salary of Mr. Bora for the Assessment Year, 2016-17 and give your assumptions whenever necessary.

(3)

3. (a) State the important provisions of the Income-tax Act regarding advance payment of tax. 9

Or

- (b) Discuss the provisions of the Income-tax Act, 1961 relating to deduction of tax at source. 9

4. (a) State the procedure of filing appeal before the Income-tax Appellate Tribunal, the High Court and the Supreme Court under the Income-tax Act, 1961. 9

Or

- (b) Discuss the procedure of appeals and revision as stated in the Income-tax Act, 1961. 9

5. (a) Explain the different income-tax authorities and the powers enjoyed by them. 9

Or

- (b) State the constitution, power and authority of the Central Board of Direct Taxes. 9
