

2015

( 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*

**Answer all questions**

1. (a) Explain the concepts of 'income' and 'casual income'. Distinguish between tax avoidance and tax evasion. 5+4=9

Or

- (b) Explain the residential status of an individual.

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2. (a) Explain the various heads of income. 9

Or

- (b) Mr. B. K. Roy owns a residential house property. It has two equal residential units—Unit 1 and Unit 2. While Unit 1 is self-occupied by Mr. Roy for his residential purpose, Unit 2 is let out (rent being ₹ 6,000 per month, rent of 2 months could not be recovered). Municipal value of the property is ₹ 1,30,000, standard rent is ₹ 1,25,000 and fair rent is ₹ 1,40,000. Municipal tax is imposed @ 12 per cent which is paid by Mr. Roy. Other expenses for the previous year 2013–14 being repairs ₹ 250, insurance ₹ 600, interest on capital (borrowed during 2005) for constructing the property ₹ 63,000.

Find the income of Mr. B. K. Roy for the assessment year 2014–15 on the assumption that income of Mr. B. K. Roy from other sources is ₹ 1,80,000.

3. (a) Discuss tax deduction at sources. 9

Or

- (b) What do you understand by advance payment of tax? Explain clearly the provisions of the Income-tax Act in this respect.

( 3 )

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

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Or

- (b) State the procedures of revision of orders by the Commissioner of Income-tax as mentioned under Income-tax Act, 1961.

5. (a) What are the various income-tax authorities envisaged in the Income-tax Act, 1961? Briefly discuss their functions.

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Or

- (b) Enumerate the functions of the Central Board of Direct Taxes.

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