KHUDIRAM BOSE CENTRAL COLLEGE

INTERNAL EXAMINATION 2020
B.COM PART-II (HONS & GEN)
DIRECT AND INDIRECT TAXES (FULL MARKS-25/TIME 1 HOUR)

1. **ANSWER ANY ONE(5X1=5)**
   a) **What are the differences between Tax avoidance and Tax Evasion?**
   b) **Mr. X left India on 13-10-14. After that he came India for the first time on 02-05-19 & left India on 25th June 2019. Determine his residential status for the Assessment Year 2020-21.**

2. **Answer any two(10x2=20)**
   a) **Mr. N, retired from P.Co. Ltd on 31-01-20 after 27years and 8 months service and received Gratuity Rs.330000. On the date of Retirement his basic pay was Rs.19500(which he has been receiving since 01-01-19. Compute his taxable Gratuity for the Assessment year 2020-21.**

   b) **Mr. X has a house property situated in Delhi which consists of two units. Unit A has 60% floor area and Unit-b has 40% floor area. Unit-A was Self occupied by Mr. X for 8 months and w.e.f. 01-12-19 it was let out for Rs.10000 p.m. Unit-B was also meant for self occupation but was also let out w.e.f. 01-10 19 for Rs.8000 p.m. The other particulars of the house property were as under:-**
   Municipal taxes paid Rs. 40000; Insurance Premium Rs.4000. Interest on money borrowed Rs.20000.
   Compute the income from house property for the Assessment Year 2020-21.

   c) **Mr. sold a residential house on 28-06-19 for Rs.2300000. He had purchased this house on 01-10-15 for Rs. 1200000 and spent Rs.70000 on improvement of the house during the year. He purchased a new house on 21-10-19 for Rs.2500000. The new house was sold again on 16-07-20 for Rs.3500000. He purchased another house on 21-11-20 for Rs. 3800000.**
   Compute the Capital Gain for the Assessment Year 2020-21 and 2021-22.