

**BACHELOR OF COMMERCE WITH
ACCOUNTANCY, FINANCE INSURANCE (BAF)**

Examination: April 2026

Day & Date	Semester	Subject Name	Time	Code	Marks
Tuesday 07/04/2026	VI	Taxation (Direct Taxes)	11.00 a.m. to 1.30 p.m.	641119	75

Instructions : I) Attempt any 3 questions from Q.No1 to Q.No.5
II) All questions carry equal marks.

Q.1(A) Short notes (attempt any 3) (15)

- a) Deduction Under Section 16
- b) Income from other sources
- c) Assessment year and previous year
- d) Person
- e) Gross Total Income

Q.1(B) Mr. Chang, from Hongkong, came to India on 1st January, 2019 and left India on 31st December, 2021. What is his Residential Status for Assessment Year 2023-24 ? (10)

Q.2(A) Mr. Ravinder is working in private company he receives following emoluments in the year ended 31 March 2021 (10)

Basic Salary	Rs 5,00,000/-
Dearness Allowance	20% of Basic Salary
Commission	Rs. 50,000
Entertainment Allowance	Rs. 40,000
Professional Tax deducted	Rs. 3,000
LIC Paid	Rs. 50,000
Mediclaim Paid	Rs. 12,000

Calculate the total income of Mr. Ravinder for A.Y. 2021-22

Q.2(B) Mr. Rohan owns three House Property in the previous years 2014-2015 (15)

Particulars	H1	H2	H3
Municipal Value	3,30,000/-	4,00,000/-	5,00,000/-
Fair Rent	3,50,000/-	4,10,000/-	5,20,000/-
Standard Rent	3,10,000/-	NIL	4,80,000/-
Rent Received	3,00,000/-	NIL	75,000 p.m
Municipal Taxes Paid			
By owner	8,000/-	12,000/-	14,000/-
By Tenant	2,000/-		6,000/-
Interest on Borrowed Funds	2,00,000/-	1,80,000/-	70,000/-

Calculate Income from House Property of Mr. Rohan.

Q.3(A) Profit and Loss Account of “Hotel” owned by Mr. Vijay for the year ended 31st March 2022 (10)

Particulars	Rs.	Particulars	Rs.
To Salaries (Including Rs.36000 Vijay's Salary)	66,000	By Gross Profit	1,43,250
To Profession Tax	1,500	By Refund of Income Tax	2,000
To Income Tax	7,500		
To Cash Embezzled	11,200		
To Conveyance Expenses	1,300		
To Printing and Stationery	2,500		
To Interest on Capital	3,000		
To Rent	12,000		
To Depreciation – Furniture Crockeries	1,000 1,750		
To Donation to Sports Club	2,000		
To Personal Drawings	15,500		
To Net Profit	20,000		
	1,45,250		1,45,250

Compute the Taxable Income of Mr. Vijay for the Assessment Year 2022-23

Q.3(A) Mr. Kamlesh purchased a house property for Rs. 5,00,000/- on 27th August, 2004. He made the following additions/alterations to the House Property. (15)

Cost of construction of 1st floor in financial year 2006-07 Rs. 3,00,000

Cost of construction of 2nd floor in financial year 2014-15 Rs. 4,00,000.

He sold the property on 20 October, 2018 for Rs. 90,00,000. He paid the brokerage of Rs. 55,000 for the Sale Transaction. Investment in new house property is Rs. 5,00,000 in March 2018. The cost Inflation Index for Financial Year:

2004-05 113

2006-07 122

2014-15 240

2018-19 280

Compute the capital gain of Mr. Kamlesh chargeable to tax for Assessment year 2019-20.

Q.4(A) Mr. Rohan owns a property at Bhendi Bazar, Mumbai. The particulars of the property let out on rent are given below:- (10)

Particulars	Rs.
Annual Rental Value (Rs. 5000 p.m)	60,000
Municipal Taxes paid by the owner	12,000
Ground Rent	600
Collection charges incurred	500
Insurance premium on the property	500

The House remained vacant for one month only.

You are required to work out Income from House Property for the Assessment Year 2021-22

Q.4(B) Dr. Vinayak a Medical Practitioner provides you the Income and Expenditure account for the year ended 31 March, 2022

(15)

Expenditure	Rs.	Income	Rs.
To Salaries to staff	54,000	By Consultation Fees	2,60,000
To Rent	36,000	By visiting fees	30,000
To Purchase of Medicines	28,000	By Winning from Horse races	10,000
To Telephone Expenses	12,000	By Sale of medicines	30,000
To Printing and Stationery	11,500		
To Donations	2,500		
To Books & periodicals	11,800		
To LIC Premium	1,200		
To Income Tax	3,000		
To Paid to LIC- Jeevandhara	20,000		
To Surplus for the year	1,50,000		
	3,30,000		3,30,000

Following additional information has been provided:-

A) Visit fees include Rs. 10,000 received as a gift from father

B) Entire stock of medicines has been utilized.

C) Half of the rent is attributable towards resident

D) Rs. 2,300 printing charges are incurred for printing wedding cards of his daughter.

Compute on the basis of the above information Dr. Vinayak's taxable income for the Profession for Assessment Year 2022-23.

Q.5 Professor Siddhartha is employed with Pune College of Commerce. He (25) furnished you the following information for the previous year ended 31ST March 2023

1. Salary @ Rs.39, 500 per month
2. Arrears of Salary Rs. 1,20,000
3. Salary in lieu of leave Rs. 68,500
4. Warden ship allowance @ Rs. 1,000 per month
5. Examiner Remuneration received from Pune College of Commerce Rs. 5,000
6. Fees for setting papers from S.N.D.T. Women's University Mumbai Rs. 8,960
7. Royalty for writing a Book of Accountancy Rs. 24,000
8. Income from Units of U.T.I. Rs. 15,000
9. Interest on fixed deposit with State Bank Of India Rs. 10,000
10. Rs. 2,500 was deducted from salary towards profession tax.
11. Investment in NSC Rs. 1,00,000
12. Medical Insurance Premium paid Rs. 24,500 including parents.

Compute the taxable income and Tax Liability using the following tax slab of Professor Vidyadhar for the Assessment year 2023-24

Taxable Income	Tax Rate
Upto Rs. 2,50,000	Nil
Rs. 2,50,000 To Rs. 5,00,000	5%
Rs. 5,00,000 To Rs. 10,00,000	20%
Above Rs. 10,00,000	30%