

NP – 990

VI Semester B.B.A. Examination, June/July 2025  
(NEP Scheme) (F+R)  
**BUSINESS ADMINISTRATION**  
Paper – 6.2 : Income Tax – II

Time : 2½ Hours

**Instruction** : Answer should be written in **English** only.

Max. Marks : 60

SECTION – A

1. Answer **any 6** sub-questions. **Each** question carries **2** marks. (6×2=12)
- Give the meaning of the concept profession.
  - What is long term capital gain ?
  - Mention any 4 disallowable expenses, while computing income from business.
  - Give the full form of CII, PAN.
  - State the income tax provision U/S 80 D.
  - Mention any four incomes chargeable to tax under the head income from other sources.
  - Mention two types of capital assets.
  - Explain the tax provision for carry forward of house property loss.

SECTION – B

Answer **any three** of the following questions, **each** carry **4** marks. (3×4=12)

2. Mr. Ankit purchased a residential house during the previous year 2001– 02 (CII = 100) for ₹ 40 lakhs and sold it for ₹ 2 crores during the previous year 2023 – 24 (CII = 348) he purchased a house worth ₹ 31 lakhs on February 2024. Calculate taxable capital gain for the AY 2024-25.
3. Mr. Prasad is a registered medical practitioner, furnishes the following information for the PY 2023-24. Compute taxable income from profession for the AY 2024-25.

**Incomes** : Consultation fee ₹ 10,000, Visiting fee ₹ 20,000 gains on Race 10,000, profits on sale of securities ₹ 6,000.

**Expenditure** : Salaries ₹ 8,000, Income tax ₹ 2,000, gift to daughter ₹ 7,000. Interest on capital ₹ 1,000.



4. Mrs. Vasantha furnishes the following particulars of his income for the PY 2023-24. Compute his income from other sources for the AY 2024-25.
- 1) Examinership remuneration ₹ 2,000.
  - 2) Income from units of Mutual fund ₹ 1,200.
  - 3) Income from interest on deposits in post office saving bank a/c ₹ 3,000.
  - 4) Interest on post office National Savings Certificates VII issues ₹ 5,000.
5. Mr. Ravi furnishes the following particulars of his income and expenses for the PY 2023-24. Compute total income for the AY 2024-25.
- a) Income from House property ₹ 26,000.
  - b) He is a property linker and during the PY earned an income of ₹ 1,50,000 by way of commission.
  - c) The interest on fixed deposit in HDFC bank ₹ 30,000.
  - d) During the PY ₹ 20,000 as prize money earned by him in Maharashtra state lottery ticket.
  - e) He deposited ₹ 3,000 in his PPF account.
  - f) Donation to Rajiv Gandhi foundation ₹ 2,000.
6. Explain the tax provisions to set-off and carry forward of the following.
- a) Loss from speculation.
  - b) Short term capital loss.

### SECTION – C

Answer **any three** of the following questions. **Each** question carries **12** marks.

(3×12=36)

7. From the following particulars, compute the Business income of Mr. Sadiq for the AY 2024-25.

| Particulars                | ₹               | Particulars           | ₹               |
|----------------------------|-----------------|-----------------------|-----------------|
| To Salaries                | 90,000          | By Gross profit       | 3,00,000        |
| To Rent and Taxes          | 20,000          | By Dividend           | 4,000           |
| To Reserve for Income tax  | 6,000           | By Bad debt recovered |                 |
| To Depreciation            | 12,000          | (allowed earlier)     | 2,000           |
| To Expenses on acquisition |                 | By Interest from Bank | 1,200           |
| of patent right            | 56,000          |                       |                 |
| To Office expenses         | 40,000          |                       |                 |
| To Donation                | 4,000           |                       |                 |
| To Bad debts               | 5,000           |                       |                 |
| To Net profit              | 74,200          |                       |                 |
| <b>Total</b>               | <b>3,07,200</b> |                       | <b>3,07,200</b> |



**Additional Information :**

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- 1) Depreciation for the year on all assets other than patent right is 16,900 (on patent right 25% Dep.)
  - 2) Staff salaries include ₹ 5,000 paid to domestic servant.
8. Mr. David an advocate, furnishes the following receipts and payments for the PY 2023-24.

**Receipts****Receipt and Payment A/c**

|  | ₹        | Payments   | ₹        |
|--|----------|--|----------|
| To Balance b/d                         |          | By Rent  | 3,000    |
| To Legal fees                          | 6,500    | By Telephone exp.                                  | 2,000    |
| To salary (as a part<br>time lecturer) | 84,000   | By Salaries  | 5,000    |
| To Interest on debenture               | 3,500    | By Travelling exp.                                 | 1,000    |
| To gift from client                    | 2,500    | By office expenses                                 | 500      |
|  | 5,000    | By purchase of stamp paper<br>and court fee stamps | 1,500    |
| To Rent                                | 6,000    | By Interest on loan                                | 800      |
| To Interest on foreign security        | 8,000    | By Income tax paid                                 | 8,000    |
|  |          | By LIC premium                                     | 5,000    |
|  |          | By Balance c/d                                     | 88,700   |
|  | 1,15,500 |  | 1,15,500 |

**Additional Information :**

- 1) The loan was taken for constructing his residential house.
- 2) Gift from clients includes ₹ 2,000 received from his father.
- 3) Actual rent paid was ₹ 2,000.

Compute the professional Income for the AY 2024-25.

2023-24.

|                     | Jewellery<br>₹ | Plot<br>₹ | Gold<br>₹ |
|---------------------|----------------|-----------|-----------|
| Sale price          | 5,00,000       | 21,74,000 | 2,50,000  |
| Expenses in sale    | nil            | 24,000    | nil       |
| Cost of acquisition | 1,50,000       | 7,00,000  | 80,000    |
| Year of acquisition | 2007-08        | 2004-05   | 2009-10   |
| CII                 | 129            | 113       | 148       |

He has purchased a house for ₹ 12,00,000 on 1-3-2024. Calculate the amount of taxable capital gain for AY 2024-2025. (CII for 2024-2025 – 348).

10. Mrs. Lakshmi has the following investments and incomes in the PY 2023-24. Calculate her income from other sources for the AY 2024-25.

- Dividend from an Indian company ₹ 7,800.
- Royalty by the publication of a book ₹ 2,000.
- Winnings from lottery (net) ₹ 35,000.
- ₹ 40,000, 10% Debentures of company (unlisted)
- ₹ 50,000, 12% Government securities.
- ₹ 60,000, 13% less tax commercial securities (unlisted)
- ₹ 5,000 as interest on debentures.
- She claims the collection charges for interest and dividend @ 2% of net amount realised.

11. Mr. Kapoor submits the following particulars of income and expenses.

- Income from house property ₹ 1,00,000 (letout).
- Income from long term capital gain ₹ 75,000.
- Interest received from public provident fund ₹ 10,000.
- Share of income from HUF ₹ 1,20,000.
- Interest on fixed deposit in a bank ₹ 15,000.

**Expenses :**

- Loan repayment towards home loan installment ₹ 20,000.
- Life insurance premium paid ₹ 22,000.
- Contribution to National defence fund ₹ 5,000.
- Medical insurance premium of wife paid in cash ₹ 5,000.

Compute tax liability as per old tax regime for the AY 2024-25.