

**FACULTY OF LAW**  
 L.L.B. (3 YDC) III – Year VI – Semester / B.A. LL.B. (5YDC) V-Year X Semester / BBA,  
 LLB (5YDC) V-Year X Semester Examination, April / May 2017

Subject : LAW

Time : 3 hours

Paper - I : Law of Taxation

Max. Marks : 80

**Answer any Five of the following :**  
**PART – A (5 x 6 = 30 Marks)**

- 1 Assessee
- 2 Non Resident under the Income Tax Act
- 3 Perquisites
- 4 Financial year and Assessment Year
- 5 Double Taxation Relief
- 6 Assets Taxable under Wealth Tax
- 7 Profit in lieu of Salary
- 8 Works Contract

**PART – B (2 x 15 = 30 Marks)**

**Answer any Two of the following :**

- 9 "Taxation Power is derived from Article 265 of the constitution of India" – Explain the object of Taxation.
- 10 When and to what extent Capital Gains are exempted from Tax under Income Tax Act?
- 11 Define the term 'Dealer' and explain the different categories of dealers covered by the A.P. Value Added Tax Act 2005.
- 12 Explain the meanings of the following terms as provided under the Wealth Tax Act, 1956 :- (i) Net Wealth (ii) Valuation date

**PART – C (2 x 10 = 20 Marks)**

**Answer any Two of the following :**

- 13 A has a house property which was let out during the financial year 2016-17, at Rs.25,000/- p.m. He paid municipal tax 6000/- p.a., premium on fire insurance Rs.5000/- p.a., paid land revenue 3,500/-. He borrowed Rs.3,50,000/- from HDFC, and paid house loan principal 30,000/-, and interest Rs.65,000/- p.a. Compute the net taxable income for the assessment year, 2017-18.
- 14 'A' a government employee draws Rs 20,000/- p.m., receives HRA of Rs.24,000/- and he resides in his own house. He paid total house loan principal of Rs.15,000/- and interest Rs.60,000/- P.F. 10,000/-, LIC 5000/-, Tuition fee 30,000/-. He has undergone treatment for renal failure in a private hospital where he was treated by a general physician. He claimed deduction u/s 80 DDB. You as an assessing officer calculate his taxable income.
- 15 Under section 80C of the Income Tax Act, exemption for tuition fee paid to any college or school can be claimed to an extent of Rs.12,000/- per annum, for two children. Clarify whether any tuition fee paid for self-education can also be claimed as deduction under the above section?
- 16 Prepare the draft proforma of computation of Income from Salary, House property applying appropriately the provisions of Sections 10(3), 16, 24, 80DDB, 80E, and 80C.

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