

Reg. No. :

Name :

**Seventh Semester B.A. LL.B./B.Com. LL.B./B.B.A. LL.B.
(Five Year Integrated) Degree Examination, January 2025**

Paper III : PRINCIPLES OF TAXATION LAW

(2018 Admission)

Time : 3 Hours

Max. Marks : 80

PART – A

Answer **any five** questions. Each question carries **2** marks. Answers should not exceed **50** words each.

1. Total annual income.
2. Rebate.
3. Double taxation.
4. Assessment year.
5. Tax deduction at source.
6. Set off of losses.
7. Fundamental rights and taxing statutes.

(5 × 2 = 10 Marks)

PART – B

Answer any **four** questions. Each question carries **4** marks. Answer should not exceed **120** words each.

1. How do you determine the residential status of Hindu undivided family?
2. Distinguish between capital receipt and revenue receipt.

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3. Briefly examine the constitutional principles related to taxation.
4. What are the income chargeable under 'income from other sources'?
5. Distinguish between Tax and Fee.

(4 × 4 = 16 Marks)

PART – C

Answer any **four** questions. Each question carries **6** marks.

1. The Municipal corporation of a city imposed higher tax on a theatre in the middle of the city with a seating capacity of 750 people. Lesser tax was imposed on a theatre in the outskirts of the city with a seating capacity of 500 people. This was argued to be violative of Article 14 of the Constitution. Decide.
2. An assessee was taxed for an income that he has earned but had not received in his hand/bank account. The assessee claims that it is illegal. Decide.
3. The member of a company engaged in agricultural operations received dividend. This was considered as agricultural income in the hands of the member for payment of agricultural income tax. Decide.
4. The owner of a rubber plantation claims that the subsidy he received from the Rubber Board under replantation subsidy scheme was revenue receipt and is to be deducted from gross income to arrive at taxable income. The Income Tax Department claims it to be capital expenditure. Decide.
5. An officer who gets house rent allowance from his employer claims exemption for the said allowance from income tax. The Income Tax Department objects to it. Decide.

(4 × 6 = 24 Marks)

PART – D

Answer any **three** questions. **Each** question carries **10** marks.

1. Examine and elaborate on the functions, duties and powers of Income Tax authorities under the Income Tax Act, 1961.
2. Elaborate on the procedure for assessment and collection of tax under the Income Tax Act, 1961.
3. Elaborate on the constitutional mandate related to taxation in light of the following statement: 'No taxation without authority of law.'
4. Examine the rules of assessment of income tax related to religious and charitable trusts and institutions.

(3 × 10 = 30 Marks)

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