



Reg. No. :

Name :

Seventh Semester B.A. LL.B./ B.B.A. LL.B./ B.Com. LL.B. (Five Year Integrated) Degree Examination, May 2018
PRINCIPLES OF TAXATION LAW

Time : 3 Hours

Max. Marks : 80

PART - I

Explain **any five** of the following, **not exceeding 50 words each**. **Each** question carries **2** marks.

1. Heads of income.
2. Assessment year.
3. Settlement commission.
4. Deemed assessee.
5. Revenue receipts.
6. Assets.
7. Capital gain.

(5×2=10 Marks)

PART - II

Answer **any four** of the following, **not exceeding 120 words each**. **Each** question carries **4** marks.

1. Explain the provisions relating to diversion of income.
2. Describe the revenue receipts which are not taxable under Income Tax Act.
3. Identify the income which is deemed to be received in India under the Income Tax Act.
4. Allowances which are fully taxable under Income Tax Act.
5. What is profit in lieu of salary ?

(4×4=16 Marks)



PART – III

Answer **any four** of the following. **Each** question carries **6** marks.

1. A company took loan from the assessee. The company was unable to repay the loan. Instead the company gave certain shares to the assessee. Assessee suffered loss from the sale of these shares. Whether such loss can be deducted from the total income of the assessee. Decide.
2. Dhananjay, an Indian citizen, left India for the first time on 15th November 2015, he returns to India on 10th June 2016 and stays for 190 days. Determine his residential status on 2017–18.
3. Whether the compensation received from insurance company due to damage caused to assessee's crops is agricultural income.
4. Compute the net wealth for the Assessment Year 2017–18.
XY publishers, a proprietary concern has purchased the copyrights in respect of a book written by Mr. Z. The present value of copyright is Rs. 5 lac. Discuss the tax liability under Wealth Tax Act.
5. Alex, an Indian, went to Dubai and worked there for 10 years. He has returned to India in March 2016 with a view to permanently settle down. His savings of Rs. 95 lacs is brought by him to India. Calculate the amount payable by him as wealth tax during the Assessment Year 2017–18. **(4×6=24 Marks)**

PART – IV

Answer **any three** of the following. **Each** question carries **10** marks.

1. Explain the powers and functions of income tax authorities.
2. Describe the term deemed asset under The Wealth Tax Act, 1957.
3. What is meant by Perquisites ?
4. Explain the agricultural income under The Kerala Agricultural Income Tax Act, 1991. **(3×10=30 Marks)**