

SEMESTER V
B.Com General
INCOME TAX – I
DSC
w.e.f 2019 -20 AY

SCHEME OF INSTRUCTION

Hours per Week : 5
Credits : 5
Instruction Mode : Lecture
Course Code :BC.06.101.13T

SCHEME OF EXAMINATION

Maximum Marks : 100
Internal Assessment : 40
External Examination : 60
External Exam Duration : 3 Hrs

Course Objectives:

- To understand the basic concepts of Income Tax
- To equip the students with the working knowledge of Income Tax

Course Outcomes

On Successful completion of the Course, Students will be able to:

CO 1: Define the various tax related concepts and calculate tax liability of individuals.

CO 2: List out the provisions relating to residential status of assesses and compute the incidence of tax.

CO 3: Recall provisions relating to allowances – tax free partly taxable, fully taxable and compare different provident funds.

CO 4: Identify perquisites – taxable and tax free - profits in lieu of salary and compute salary income.

CO 5: State the provisions relating to computation of income from house property under different types.

UNIT I INTRODUCTION TO INCOME TAX

12 Hrs

Meaning of Tax -Classification of Tax- Objectives of Tax – **Tax Planning vs Tax**

avoidanceand evasion - Basic Concepts-- Person- Assessee- Assessment Year, Previous Year- Exceptions to Previous Year- Income- Meaning &Features—Agricultural Income meaning and conditions- Gross Total Income- Total Income-Permanent Account Number-Average Rate of Tax- Rates of Tax Calculation of Tax Liability-(Simple Problems on Tax Liability)

UNIT II EXEMPTED INCOMES, RESIDENTIAL STATUS & INCIDENCE OF TAX 12 Hrs

Exempted Incomes u/s (10) -Residential Status of a Person-Individual, HUF, Firm, Company Any Other Person-**Incidence of Tax**-Indian Income-Foreign Income, Scope of Total Income (including problems)

UNIT III INCOME FROM SALARY -I**12Hrs****Definition of Salary U/S 15-Important Points in Salary-Salary U/S 17 (1)-**

Allowances: Meaning of Allowance - Fully Taxable Allowances, Fully Tax free Allowances, Partly Taxable Allowances- Provident Funds: Statutory Provident Fund, Recognized Provident Fund, Un- Recognized Provident Fund, Public Provident Fund (Problems on Gross Salary up to allowances)

UNIT IV INCOME FROM SALARY -II**12Hrs**

Perquisites- Meaning - Tax free Perquisites-Perquisites taxable in all cases- Perquisites taxable in Specified Cases.

Profit in Lieu of Salary- Gratuity-Pension-Leave Salary-Retrenchment Compensation- Deductions from Salary Income u/s 16-Deduction u/s 80C Computation of Salary Income

UNIT V INCOME FROM HOUSE PROPERTY**12Hrs**

Meaning of Annual value-Computation of Gross Value - Let out House- Vacancy Period -

Unrealized Rent-Self Occupied House - Deemed to be Let Out-Partly let out - Partly Self

Occupied-part of the year let out - Part of the year self-occupied - Used for Own Business

Deductions from Gross Annual Value-Deductions from Net Annual Value u/s 24- Computation of Income from House Property.