

SEMESTER VI
B.Com General
INCOME TAX – II
DSC
w.e.f 2019 -20

SCHEME OF INSTRUCTION

Hours per Week : 5
Credits : 5
Instruction Mode : Lecture
Course Code :BC.07.101.23T

SCHEME OF EXAMINATION

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

Course Objective:

- To equip the students in assessment of Individual total income and Tax Liability and assessment Procedures.

Course Outcomes

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

CO 1: Compute income from business and Professional and calculate depreciation.

CO 2: Define the concept of capital gains and compute taxable income from capital gains using CII and capital gains exemptions.

CO 3: List out the incomes from other sources and Compute the taxable income.

CO 4: Explain the role of Income Tax authorities, list the deductions from GTI under Sec 80 and compute total income using provisions of set off and carry forward.

CO 5: Describe the procedure associated with filing of returns.

UNIT I- DEPRECIATION & INCOME FROM BUSINESS AND PROFESSION 12 Hrs

Meaning-Conditions for calculating Depreciation-Rates of Depreciation-Block of Assets--
Calculation of Depreciation (Block Wise) Unabsorbed Depreciation- Additional Depreciation u/s 32.

INCOME FROM BUSINESS AND PROFESSION

Introduction - Meaning-Business Incomes not taxable under this head-Method of accounting-
Mercantile system and Cash system-Chargeability-Deduction expressly allowed u/s 37 while
computing Business Income--Expenses not allowed as deductions-Computation of Profits and
Gains from Business –Computation of income from Profession

UNIT II: CAPITAL GAINS

12Hrs

Introduction -Meaning of

Capital Assets-Types of Capital Assets-Exempted Capital Assets-deemed Capital Assets---
Transfer Types-Transfer not regarded as Transfer Cost of Inflation Index--Exemptions from
Capital Gains - Capital Gains exemptions U/S - 54,54B,54D,54EC .

UNIT III: INCOME FROM OTHER SOURCES

12 Hrs

Introduction –Income from other sources u/s 56(1) and (2)-Interest on Securities- Types of
securities-Bond Washing Transactions -Dividends on Shares-Casual Income- Meaning -Types-

Tax Treatment of Casual Income- -Gifts received -Family Pension and other general incomes including Deductions U/s 57

UNIT IV: COMPUTATION OF TOTAL INCOME AND INCOME TAX AUTHORITIES **12 Hrs**

Set off and Carry Forward of losses –Intra and Inter head–Set off of Losses- Carry Forward of losses-Deductions from Gross Total Income U/S 80 (80C-Qualified savings, 80D-Medical insurance premium, 80E-interest on higher education loans, 80G-Donations)-Computation of Total Income of an Individual including Tax Liability-**Powers and duties of IT Authorities:** Powers and Duties of CBDT, Commissioner of Income tax, Income-tax officer / Assessing officer

UNIT V: FILING OF RETURNS AND ASSESSMENT PROCEDURES **12 Hrs**

Introduction to Return of Income-Types of Returns—Due Dates for Filing of Returns-Methods of Filing of return-Meaning of Assessment-Types of Assessment-Self Assessment-Summary Assessment-Regular Assessment-Scrutiny Assessment-Best Judgement Assessment-Reassessment-Fresh Assessment.

TEXT BOOK

1. Gaur & Narang, *Elements of Income Tax*, Kalyani Publications 2017-18

REFERENCE BOOKS

1. P.V.RamanaRao, A. Sudhakar, *Elements of Income Tax*, National Publications
2. BhagwathiPrasa, *Direct Taxes*, VishwaPrakashan
3. Singhanian, *Student Guide to Income Tax*, Taxman Publications
4. Prem Raja, *Taxation*, Hamsrala Publications, 2017-18