QP Code: R264D019 | Reg. No | | | | | | | | | | | AY - 24

Gandhi Institute of Engineering and Technology University, Odisha, Gunupur
(GIET UNIVERSITY)

M.B.A. (Fourth Semester) Regular Examinations, April – 2026

23MBAFM24032 : Direct Taxation

(MBA)

Time: 3 hrs | Maximum: 60 Marks

(The figures in the right hand margin indicate marks.)

PART – A **(2 x 5 = 10 Marks)**

Q.1. Answer ***ALL*** questions

		CO #	Blooms Level
a.	Define 'Income' under the Income Tax Act.	CO1	K1
b.	Write down the meaning of 'Salary' under the Income Tax Act?	CO2	K1
c.	Explain how income from house property is calculated?	CO2	K2
d.	Explain the difference between 'business income' and 'professional income'	CO4	K3
e.	Write the treatment of bad debts under the head 'Business or Profession'?	CO3	K3

PART – B **(10 x 5 = 50 Marks)**

Answer ***all the*** questions

		Marks	CO #	Blooms Level
2. a.	Mr. Sriramulu is having 9 houses. One is used for his personal residential purpose, another is for own business, rest of 7 houses are given on rental basis @ ₹10,000 per house p.m. The municipal rental value fixed for the houses @ ₹8,000 for each p.m. Fair rental value ₹ 9,000 p.m. per house. Standard rent is @ ₹6,000 p.m. per house. 2 houses are vacant for 2 months each. The municipal taxes paid during the year for all houses @ ₹12,000 each. Interest paid on loan for construction of house paid during the previous year was ₹. 2,00,000. You need to calculate the tax liability of house property for the previous year 2024-25	10	CO1	K2
	OR			
b.	Explain the exempted incomes U/S 10, and Give example?	10	CO2	K6
3. a.	Compute the gross salary income from the following information of Mr. Das for the previous year 2024 to 25, who is working in Hyderabad:	10	CO2	K6

I. Basic pay ₹50,000 PM
II. DA ₹25,000 PM (enters)
III. Bonus ₹1,60,000
IV. Commission on turnover achieved is ₹2,00,000
V. Employer contributing for RPF is ₹10,000 Per month.
VI. HRA received by Employee is ₹12,000 PM and paying rent @ ₹15,000 PM
VII. Received ₹600 per month for each child for 2 children as educational allowance.
VIII. Received ₹ 1,000 per month for each child for 2 children as hostel allowance.

OR

b.	Write down the Residential status of different persons as per income tax Act 1961? Give example to each situation?	10	CO1	K4
4. a.	A business man has the following financial details for the previous year 2024-25. • Turnover: ₹8,50,000 • Miscellaneous income (non-business): ₹25,000 • Rent for business premises: ₹1,00,000 • Depreciation on assets: ₹75,000 • Salaries to staff: ₹1,50,000 • Interest on capital borrowed for business: ₹50,000 • Repairs to machinery: ₹30,000 • Bad debts written off: ₹10,000 • Travel expenses for business trips: ₹20,000 • Other business expenses: ₹15,000 Compute the net income from business.	10	CO3	K6
	OR			
b.	Describe the Rules for calculating income from other source under section 56 of Income tax.	10	CO5	K3
5. a.	Compute tax liability under capital gains of Mr. Ashok Mishra for the previous year 2024 to 25.. he purchased a house on July 2002 for ₹75,00,000. And done some improvement in August 2011 for ₹20,00,000. He sold the house on 2024 October for ₹1,50,00,000, Assume tax rate is 15%. The index price on 2001, 2011 and 2024 is ₹ 105, ₹ 184 and ₹ 363 Respectively.	10	CO4	K5
	OR			
b.	Write down the Rent free accommodation adjustment of all categories with examples.	5	CO2	K5
c.	Analysis the gain whether short term capital gain or long term capital gain. Explain with assumed figures and examples, as per different categories of assets.	5	CO6	K3
6. a.	Evaluate the process of computing total income of as Assessee.	10	CO5	K3
	OR			
c.	Explain the set off and carry forward of losses in detail with examples.	10	CO6	K4

End of Paper