



# THE AMERICAN COLLEGE, MADURAI

(An Autonomous Institution Affiliated to Madurai Kamaraj University)  
Re-accredited (2<sup>nd</sup> Cycle) by NAAC with Grade "A", CGPA – 3.46 on a 4-point scale

## Backlog Arrear Examination, March 2021

CIT 3603/3423

Assessment of Income Tax / Tax Planning and e-filing

Time: 3 Hours

Maximum Marks: 75

**Answer any FIVE of the following questions:**

(5 x 15 =75)

- 1) Depict the history of Income Tax in India.
- 2) Explain the determination of residential status of an individual.
- 3) Describe the characteristics of Salary.
- 4) Enumerate the duties and powers of DGIT and Directors of Income Tax.
- 5) Discuss the different forms of returns and mention the content in Form No.16.
- 6) Elucidate the prosecutions imposed by Income Tax Authorities.
- 7) The following are the particulars of the income of Mr. X for the previous year ending on 31<sup>st</sup> March:

S.No.	Particulars	₹
1)	Salary	12,000 p.m.
2)	Contribution to Recognized Provident Fund	1,610 p.m.
3)	Employer contributes the same amount as the employee contributes towards Provident Fund.	
4)	Dearness Allowance. (It is not considered for computation of his retirement benefits).	300 p.m.
5)	Interest credited to Provident Fund at 13%	13,000
6)	Contribution to Public Provident Fund	9,000
7)	Bonus	3,000
8)	His ration bill of ₹ 2,000 p.m. is paid by employer.	
9)	Premium of life policy is ₹12,000 on a Policy of ₹ 2,00,000.	
10)	Deposited ₹ 4,800 in Equity Linked Saving Scheme (ELSS).	
11)	Repayment of House Building Loan taken from HDFC (a Govt. agency) ₹ 20,500 during the year.	

Find out taxable income of Mr. A for the Assessment Year 2020-21.