

Dr. Babasaheb Ambedkar Open University
Term End Examination February – 2026

Course	: BBA	Date	: 16-Feb-26
Subject Code	: BBAR24501	Time	: 11:30am to 01:45pm
Subject Name	: DIRECT AND INDIRECT TAXES	Duration	: 02.15 Hours
		Max. Marks	: 70

Question paper

Answer the following Questions:

Marks

Q-1 Discuss Agricultural income in detail.

14

OR

Q-1 Mr. Anand from methera furnishes the following particulars of his income earned during the financial year 2023-24.

14

1. Interest on bank fixed deposit Rs.1,20,000 (out of which Rs.48,000 is received from foreign banks)

2. Pension paid by former Indian employer in UK Rs.8,10,000

3. Profit from business in New York (business is controlled from head office situated at Mumbai)
Rs.12,80,000

4. Profits earned and received in earlier years at Singapore and brought back in India Rs.1,60,000

Find out the total gross income for the assessment year 2024-25

(A) If he is resident & ordinarily resident in India

(B) If he is resident but not ordinarily resident in India

(C) If he is non-resident

Q-2 From the following details of salary income of Mrs. Chaudhary, the managing director of a company, for the financial year 2023-24, compute her taxable salary of A.Y. 2024-25.

14

(1) Basic salary Rs. 4,20,000.

(2) Bonus Rs. 45,000

(3) Entertainment allowance Rs. 5,000.

(4) Payment made by the employer for free supply of gas, electricity provided for personal use Rs.6250

(5) House servant's salary reimbursed by the employer Rs. 14,400.

(6) Free education facility provided to three children in an institution maintained by the employer; cost borne by the company for providing such education, is Rs. 39,000 of which Rs. 3,600 is recovered from her salary.

- (7) Concessional lunch facility provided during office hours (cost per dish Rs. 100 for 290 days is borne by the company); a token amount of Rs. 20 per dish is deducted from her salary.
- (8) Cost borne by the company for providing free holiday home facility at Mahabaleshwar Rs. 36,000.
- (9) The company has also paid salary of cook and watchman at Rs. 24,000 and Rs. 18,000 respectively.
- (10) Mrs. Goswami bought personal articles worth Rs. 27,500 by using the credit card provided by the employer.
- (11) The company has transferred a motor car to her name at a token price of Rs. 22,400 as against its original cost of Rs. 2,50,000 (used by the company for last 4 years. Depreciation @ 20% p. a. rate under DBM is to be considered.)
- (12) Company's contribution to Recognised Provident Fund Rs. 50,400.
- (13) Employee's contribution to Recognised Provident Fund Rs. 48,000.
- (14) Interest credited to her R.P.F. A/c @ 10.5% is Rs. 23,100.
- (15) Deposited by her in Public Provident Fund Rs. 60,000.
- (16) Professional tax paid by her Rs. 2,400.

OR

Q-2 Mansi Owns 3 Houses as Follows:

14

Particulars	Tap	Tyag	Mamta
	Let out	Self-Occupied	Self-occupied
Municipal Value	Rs. 9,000	Rs. 20,000	Rs. 40,000
Fair Rent	Rs. 9,600	Rs. 26,000	Rs. 36,000
Rent Receivable	Rs.1,000 p.m.	-	-
Municipal Tax Paid	Rs. 1,800	10%	10% Unpaid
Interest On Housing Loan	Rs. 4,000	Rs. 6,000	Rs. 3,000
Insurance Premium	Rs. 400	Rs. 1,000	Rs. 2,000
Date Of Completion of Construction	1/4/96	31/3/2022	31/1/2003
Interest On Loan Paid During Constructed Period	-	Rs. 10,000	Rs. 12,000
Land Revenue	Rs. 100	Rs. 200	Rs. 300
Repayment Of Housing Loan	-	Rs. 10,000	Rs. 12,000

The tenant (who was in possession of tap) up to 28/2/2007 has not paid 10 months' rent. The house "tap" was remained vacant in march 2007.

Compute the taxable income of manas from house property for A.Y. 2024-25.

Q-3 From the following data of Pankaj for the previous year ended on 31-3-2024, compute the Income from Other Sources: 14

- (1) Directors fee from a company Rs. 10,000
- (2) Interest on Bank deposit Rs. 3,000
- (3) Income from Undisclosed Source Rs. 1,12,000
- (4) Winning from Lotteries (Net of Taxes @30%) Rs. 35,000
- (5) Royalty on book written by him Rs. 41,000
- (6) Lectures in Seminars Rs. 5,000
- (7) Interest on loan given to a relative Rs. 7,000
- (8) Interest on debenture of a company Rs. 3,588
- (9) Interest on Post office saving Bank account Rs. 2,500
- (10) Interest on deposit certificate issued under the Gold Monetization Scheme Rs. 9,000
- (11) Interest on Government Securities Rs. 2,200
- (12) Interest on Monthly Income scheme of post office Rs. 33,000

He paid Rs. 3,000 for typing the manuscript of book written by him.

OR

Q-3 Discuss the Deductions Under Section 80C, 80CCC and 80CCD. 14

Q-4 Ku. Shital Kumari sold her following assets during the year ending on 31 March, 2024. 14

Assets	Date of Purchase	Purchase Price (Rs.)	Date of Sales	Sales Price (Rs.)	Transfer Expenses (Rs.)
(1) Residential House (Only One)	10-7-97	2,00,000	10-6-23	53,48,750	33,750
(2) X Ltd. Shares (Unlisted)	1-8-11	1,52,168	1-10-23	3,15,446	1,800
(3) Y ltd. Shares (Unlisted)	1-12-00	2,00,000	1-10-23	7,01,500	1,500
(4) Jewellery	1-10-04	7,50,000	21-9-23	28,29,405	3,000
(5) Debentures	10-7-04	2,00,000	2-2-24	2,42,000	2,000
(6) Motor-Car (Personal use)	15-10-11	3,10,000	12-12-23	2,75,000	-
(7) New Flat	30-12-11	10,00,000	-	-	-

Other Information:

- (1) She had incurred Rs. 2,40,000 in year 2014-'15 for additional construction in the house.

(2) The fair market value of assets on 1-4-2001 were as under:

Residential house Rs.14,00,000

Jewellery Rs. 9,35,075

Y Ltd. Shares Rs. 1,60,000

(3) No Security Transaction Tax (STT) has been paid on sale of both shares.

(4) Relevant Index Nos.

2001-02	100
2004-05	113
2011-12	184
2014-15	240
2023-24	331

(5) She has purchased a new flat immediately after she sold the residential house.

Calculate the Taxable capital gain for the A.Y. 2024-25.

OR

Q-4	Explain the advantages and disadvantages of indirect taxes in detail.	14
Q-5	Write Short Notes (Any two)	
1	Methods of Assessing Tax	07
2	Salient Features of the GST	07
3	Taxability of E-Commerce Transactions	07
4	Input Tax and Output Tax credit	07
5	Types of Income Tax Returns	07
