

Smt. Maniben M.P. Shah Women's College of Arts and Commerce (Autonomous)

**B.Com. III
Semester VI
Direct Taxation - Income Tax
Computer Code 61214
4 credits**

ABOUT THE COURSE:

Course content focuses on conceptual and practical aspects of Income- Tax

IMPORTANT NOTES:

- a) The law to be studied is that which is applicable to the previous year ended immediately before commencement of the academic year. (Applicable to Individual Assessee only)
- b) No knowledge of case laws is expected, Questions and Problems should not have any direct or indirect reference to case law.

External Exam: 75 Marks

Unit	Topic	Weightage	Lectures
1	Objectives: To understand the basics of income-tax as part of direct tax laws and the elementary definitions. Contents: CONCEPT OF TAXATION, DEFINITION AND CHARGE OF INCOME TAX: THEORY ONLY DEFINITIONS: Assesses, Assessment Year, Person, Previous Year, Income, Total Income. Elementary Acquaintance with Section 6 (Resident Status) of Income Tax Act, 1961. Note: Exact Reproduction of Language of the Act is not expected.	25	15
2	Objectives: To understand the theory and its practical application in preparation of computation of income under the head "Income from Salary" "Income from House Property", " Income from Business/Profession" & " Income from Other Sources" Contents: A) ELEMENTARY PROBLEMS ON SALARIES: Computation of Income under this Head Excluding calculations of Exempt limits of partly – exempt items, leave salary, Gratuity etc. and valuation of Perquisites but INCLUDING Deduction U/S 16 (iii).	25	15

	<p>B) INCOME FROM HOUSE PROPERTY: Computation of Income from House Property u/s 22 to 25.</p> <p>C) INCOME FROM OTHER SOURCES: Computation of Income from this head INCLUDING Deductions.</p>		
3	<p>Objectives: To understand the theory and its practical application in preparation of computation of income under the head “Income from Business/Profession” & “Capital Gain”</p> <p>Contents: A)Elementary Problems on Profits & Gains from Business & Profession: Theory and Elementary Problems for Individuals only-covering Section 28, 29, 30, 31, 32, 36 & 37. B)Elementary Problems on Capital Gains: Short Term and Long Term Capital Gain Covering Section 45, 47, 48, & 49.</p>	25	15
4	<p>Objectives: To understand five heads of income to prepare computation of total income, the various deduction available under income tax laws, calculation of tax and adjustment of prepaid taxes.</p> <p>Contents: COMPUTATION OF TOTAL INCOME: PROBLEMS ONLY ON: Computation of income under the head Salaries, Income from House Property, Profit & Gains of Business & Profession, Capital Gains and Other Sources, to the extent specified above; Working out Gross Total Income and Total Income after Deduction U/s 80C, 80CCD, 80D, 80E, 80G & 80TTA only; Calculating Income Tax Payable. (From Rates Table Provided)</p>	25	15

Internal Assignments (25 Marks)

Sr. No	Internal Assignment	Marks
1.	Assignment on preparation of computation of total income and tax payable and Income tax Return of an individual based on information given based on software/manual return of income..	10
2.	Quiz on all the heads of income and deduction from Gross Total Income	05
3.	PPT Presentations of any one Unit	10
	Total	25

References :

Kishnadwalla & Shetty 2015, Direct Taxes, Manas Publication Delhi

V.K. Singhania, 2015, Direct & Indirect Taxes (Student Edition) – Taxman Publication

Girish Ahuja & Ravi Gupta, 2015, Direct Taxes- Law & Practice – S. Chand & Sons, Delhi

Ainapure & Ainapure, 2015, Direct & Indirect Taxes, Manan Prakashan –Mumbai