

**Bachelor's Degree Programme
(BDP)**

**ASSIGNMENT
2023-2024**

**Elective Course in Commerce
ECO – 11: Elements of Income Tax**

For July 2023 and January 2024 Admission Cycle



**School of Management Studies
Indira Gandhi National Open University
Maidan Garhi, New Delhi -110068**



Elective Course in Commerce
ECO – 11: Elements of Income Tax

ASSIGNMENT- 2023-24

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

This assignment is valid for two admission cycles (**July 2023 and January 2024**). The validity is given below:

1. Those who are enrolled in **July 2023**, it is valid up to **June 2024**.
2. Those who are enrolled in **January 2024**, it is valid up to **December 2024**.

You have to submit the assignment of all the courses to The Coordinator of your Study Centre. For appearing in June Term-End Examination, you must submit assignment to the Coordinator of your study centre latest by **15th March**. Similarly for appearing in December Term-End Examination, you must submit assignments to the Coordinator of your study centre latest by **15th September**.

TUTOR MARKED ASSIGNMENT

Course Code	:	ECO- 11
Course Title	:	ELEMENTS OF INCOME TAX
Assignment Code	:	ECO-11/TMA/2023-24
Coverage	:	ALL BLOCKS

Maximum Marks: 100

Attempt all the questions:

1.
 - a) When is an individual treated as a 'ordinary resident' in India? (10+10) (10+10)
 - b) Mr. Ashutosh retired from an Indian company after serving for 34 years 4 months on 31st December, 2021. The company paid him Rs. 8, 00,000 as gratuity under the Payment of Gratuity Act, 1972. His monthly salary and D.A. at the time of retirement was Rs. 58,000 and Rs. 5,800 respectively. Compute the exempted gratuity U/S 10(10) (ii) of Income Tax Act.

2.
 - a) Define annual value and state the deductions that are allowed from the annual value in computing the income from house property. (10+10)
 - b) Explain Bond washing Transactions? How is tax avoided through such transactions?

3. Determine the total income of Shri kaushal Kumar from the following particulars (20)
for the year ending on 31st March 2022.

		RS
1	Interest received on 7% bonds of UP Govt.	5,000
2	Income from house property	24,000
3	Dividend received on preference shares of Indian company	10,000
4	LTC Loss (Related to the year 2019-20)	7,000
5	LTC Gain	5,000
6	STC Gain	6,000
7	STC Loss	2,000

4.
 - a) Mr. Sanjeev Kant is manager in Roadways. He gets salary @ 25,000 p.m., value the perquisites of car under the following different circumstances: (10+10)
 - (i) The employer has provided him a car of 1.6 ltr capacity. Total expenses and driver's salary incurred by employer i.e. Rs. 18,000. Car is used for both private and official purpose.
 - (ii) The employer has provided him a 1.4 ltr capacity of car with driver only for private use. Expenses of car are Rs. 18,000. The cost of car is Rs. 5, 00,000.
 - (iii) The employer has provided with a facility of bus (50 horse power) which

carries him along with other employees from home to office and back from office to home.

b) Explain the provision Deduction under section 80G.

5. Write short notes on the following:

(4×5)

- a) Agricultural income
- b) Provident fund
- c) Clubbing of income
- d) Dividend income