

## **PAPER CODE: BB407: INCOME TAX**

Course Objective:

- The course aims to help students to comprehend the basic principles of the laws governing Direct and Indirect taxes.

### **UNIT I: INTRODUCTION:**

Direct and Indirect Taxes – Features and History of Income Tax in India - Basic Concepts: Assessee , Deemed Assessee , Assessee in default- Assessment year, Previous year, Income, Person, Income, Gross Total Income, Total income. Incomes exempted from tax.

Residential status – Meaning of Residential status, Conditions applicable to an Individual Assessee, Types of Income and Problems on Computation of Total Income of an Individual based on Residential Status.

### **UNIT-II: AGRICULTURAL INCOME:**

Introduction, Definition, tests to Determine Agricultural Income, Partly Agricultural and Partly non Agricultural Income. Integration- Conditions, provisions, computation of tax on Integration Process.

### **UNIT II: INCOME FROM SALARY & HOUSE PROPERTY:**

Salary- meaning, Allowances, Perquisites, Profits in lieu of salary and their treatment, Deductions from salary income, Computation of salary income, Qualified savings and Provident funds. Income from House property: Meaning, Annual value, Let-out house, Self-occupied house, Deemed to be let-out house, Computation of income from house property.

### **UNIT III: INCOME FROM OTHER SOURCES:**

General Incomes & Specific Incomes, Interest on securities, Dividends on shares, casual income, family pension, Gifts received and other general incomes including deductions.

### **UNIT IV: COMPUTATION OF TOTAL INCOME:**

Tax liability of Individual Assesseees, Assessment procedure, Filing of returns, Assessment, types of Assessment , Self-assessment, Regular assessment, Best judgment assessment. Filing Relevant Forms for Individual Assesseees.

**REFERENCE BOOKS:**

1. Dr. Vinod K. Singhania: Direct Taxes – Law and Practice, Taxmann publication. 2009
2. B.B. Lal: Direct Taxes, Konark Publisher (P) ltd, 2010
3. Dr. Mehrotra and Dr. Goyal: Direct Taxes – Law and Practice, Sahitya Bhavan Publication, 6<sup>th</sup> Edition
4. Dinakar Pagare: Law and Practice of Income Tax, Sultan Chand and sons.
5. Gaur & Narang: Income Tax, Kalyani Publisher s

Learning Aims: Upon completion of the course the student would be able to:

- Understand the basic principles underlying the Income Tax Act Compute the taxable income of an assessee
- Analyze the assessment procedure and representation before appropriate authorities under the law