

MCom Part I
Advanced Accounting and Taxation Special Paper II
Income Tax

Semester: I	Subject Code: MCM 11806	Lectures: 60
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Objectives:
<ul style="list-style-type: none"> • To understand basic concepts in Income Tax Act, 1961. • To compute Gross Total Income and Tax Liability of an individual assessee. • To acquaint students with the procedure for online filling of Income Tax Returns. • To be competent to file individual Tax Returns.

Unit 1: BASIC CONCEPTS	06
<ul style="list-style-type: none"> • Introduction:- Meaning ,Need, Tax structure in India and Canons of Taxation. • Important Concepts:- Income, Assessee, Previous Year, Assessment Year, Person, Gross Total Income , Net Income ,Agricultural Income, Capital and Revenue Receipts and Capital and Revenue Expenditure. • Residential Status of an Individual. • Exempt Income. 	

Unit 2: HEADS OF INCOME – PART I	18
<ul style="list-style-type: none"> • Income From Salary <ul style="list-style-type: none"> ○ Meaning and basis of charge ○ Allowances ○ Perquisites and their valuation ○ Types of Provident Funds ○ Permissible deductions from salary income ○ (Theory & Advanced Problems) • Income From House Property <ul style="list-style-type: none"> ○ Basis of Chargeability ○ Basis of Computing Income from a Let out house property ○ Basis of computing Income from a Self occupied house property. ○ (Theory & Advanced Problems) 	

Unit 3: HEADS OF INCOME – PART II	14
<ul style="list-style-type: none"> • Profits and Gains of Business or Profession <ul style="list-style-type: none"> ○ Meaning and basis of charge ○ Expenses expressly disallowed ○ (Theory & Advanced Problems) • Capital Gains <ul style="list-style-type: none"> ○ Meaning and basis of chargeability ○ Definitions: Capital Assets, Short term Capital Assets, Long Term Capital Assets, Short term Capital Gain, Long Term Capital Gain, Cost of Improvement, Cost of Acquisition and Transfer of Capital Asset. ○ Format for Computation of Capital Gains ○ Exemptions ○ (Theory & Advanced Problems) 	

<ul style="list-style-type: none"> • Income from Other Sources <ul style="list-style-type: none"> ○ Income chargeable under the head Other Sources. ○ (Theory & Advanced Problems) 	
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Unit 4: COMPUTATION OF TAXABLE INCOME	10
<ul style="list-style-type: none"> ○ Clubbing of income - Set off and carry forward of losses ○ Deductions from Gross Total Income - Computation of Net Income and Tax liability of an Individual. ○ Advanced Tax and Tax Deducted at Source. ○ (Theory & Advanced Problems) 	

Internal Assignments and Library Assignments

12 Hours

RECOMMENDED REFERENCE BOOKS:
<ul style="list-style-type: none"> • Taxman's Students Guide to Income Tax including GST, Taxman Publication, New Delhi, 2017. • Student's Guide to Income Tax and GST, Gupta and Ahuja, Wolters Kluwer, India Pvt.Ltd.Gurgaon,2017. • Students Guide to Income Tax, Dr.Vinod Singhania and Kapil Singhania,New Delhi,2017. • Systematic Approach to Taxation,Girish Ahuja and Ravi Gupta, New Delhi,2017. • Income Tax Act,1961.

Note:- Amendments made prior to commencement of Academic Year of the relevant Act should be considered and studied.
