

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

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

<b>Unit 1: BASIC CONCEPTS</b>	<b>06</b>
<ul style="list-style-type: none"> <li>• Introduction:- Meaning ,Need, Tax structure in India and Canons of Taxation.</li> <li>• 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.</li> <li>• Residential Status of an Individual.</li> <li>• Exempt Income.</li> </ul>	

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

<b>Unit 3: HEADS OF INCOME – PART II</b>	<b>14</b>
<ul style="list-style-type: none"> <li>• <b>Profits and Gains of Business or Profession</b> <ul style="list-style-type: none"> <li>○ Meaning and basis of charge</li> <li>○ Expenses expressly disallowed</li> <li>○ (Theory &amp; Advanced Problems)</li> </ul> </li> <li>• <b>Capital Gains</b> <ul style="list-style-type: none"> <li>○ Meaning and basis of chargeability</li> <li>○ 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.</li> <li>○ Format for Computation of Capital Gains</li> <li>○ Exemptions</li> <li>○ (Theory &amp; Advanced Problems)</li> </ul> </li> </ul>	

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

**Internal Assignments and Library Assignments**

**12 Hours**

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

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

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