

**College of Vocational Studies**  
**University of Delhi**  
**Income tax law & Practice: 3.2 (e filing of ITR)**  
**04 December 2020**  
**B Com (H) III Semester**

**Time: 01 hr +1 Hr**

**Max Marks: 20**

*Instructions for students*

**Attempt any one part: A or B**

**Part A**

Please create a folder (containing Excel utility ITR2) with your name and roll number.

Please solve the case by filling up the **excel utility ITR 2 form and generate XML**.

Rename the excel utility with your name and roll number. **DO NOT RENAME XML file**.

Please email your folder (containing xml file and excel utility) to [meera.nangia@cvs.du.ac.in](mailto:meera.nangia@cvs.du.ac.in) and upload in google class room.

**Part A**

**Generate Income tax return & save the xml file after filling up ITR-2 Excel utility from the data given below:**

<b>NAME</b>		Sonu Sood
<b>FATHER'S NAME</b>		Aman S Sood
<b>PAN NO. (i.e. Permanent Account Number)</b>		AAEPS4852P
<b>Date of Birth</b>		12/07/1970
<b>Address</b>		D-17, DDA Flats, Civil Lines, Kanpur, (Uttar Pradesh)-208001
<b>Mobile No.</b>		9868941147
<b>Director in any company</b>		No
<b>Shares in unlisted company</b>		Nil
<b>E-mail ID</b>		<a href="mailto:Sonu70@gmail.com">Sonu70@gmail.com</a>
<b>Residential Status</b>		Resident and ordinarily resident (he was in India for 260 days in 2019-20)
<b>Return to be filed under which section</b>		Under section 139(1), Original Return
<b>Name and address of employer</b>		Manglore Textiles Ltd. 369-3/20, Madhuban Industrial Area, Jawahar Nagar, Kanpur (Uttar Pradesh)- 250015
<b>PAN of Employer</b>		AARCM7278H
<b>Details of bank account (Refund (if any) to be credited to)</b>	<b>Name of bank</b> <b>Account no.</b> <b>IFS code</b> <b>Type</b>	PNB 225600145200145245 PUNB0225600 savings
<b>Date of filing</b>		15/07/2020
<b>Place of filing of Return</b>		Kanpur

**Income details** are given below-

<b>Particulars</b>	<b>Amount (Rs.)</b>
Income from Salary (as per Form16 given by employer)	
Salary	55,00,000
Daily Allowance exempt under section 10 (14)	60,000
House Rent Allowance (Taxable)	80,000
House Rent Allowance exempted (HRA u/s 10(13A))	20,000
Education Allowance received from employer for 2 children	8000
Contribution of employer towards pension fund u/s 80CCD	100,000
Free meals: 250 meals @Rs200 per meal	
<b><u>Income from House property</u></b> (situated at A2/34, Kalam road, Civil Lines, Lucknow 208002 (U.P))	
Rent of let out property (tenant: Mr Bedi)	4,80,000
Arrears of rent received in 2019-20	50,000
Municipal tax (paid)	60,000
Municipal taxes (outstanding)	40,000
Interest paid on borrowed capital (Loan is utilized for construction of let out property)	2,80,000
<b><u>Income from Other source</u></b>	
Bank Interest received (Fixed deposit) from SBI (net of TDS @10)	2,70,000
Bank interest in savings account	8,000
Gift received on marriage anniversary from a friend	21,000
Apple laptop gift received from a friend	80,000
NSC interest	20,000
<b><u>Investment/Expenditure details:</u></b>	
Contributed in Recognized Provident Fund (RPF)	80,000
LIC premium paid during the year for father	24,000
Deposit in Sukanya Samridhi Account	36,000
Contribution by Sonu towards NPS	90,000
Medical insurance premium of self & spouse (including preventive health insurance Rs8000)	25000
Interest on loan taken for his own higher education	75,000
<b><u>Tax deducted at source details:</u></b>	
-By employer (TAN of Employer: RTKA85463K)	14,00,000
-By bank on FD interest (TAN of Bank: BLRS93839F)	30,000
<b><u>Advance tax/self assessment tax paid by assessee:</u></b>	
-Tax paid on 26/09/2019 (BSR code of Bank : 0003490, Challan No. : 00014)	1,10,000
-Tax paid on 17/05/2019 (BSR code of Bank : 0003490, Challan No. : 00096)	1,60,000

**Assets details:** Assets details are given below (wealth tax return never filed)-

<b>Particulars</b>	<b>Amount (Rs.)</b>
Jewelry held by the assessee on 31/03/2020	
Cost of acquisition in 1991-92	290,000
(Market value as on 31/03/2020: 17,10,000)	
Original cost of house property	8,00,000
(Market value: 50,00,000)	
Bank balance as on 31/03/2020	15,00,000
Original cost of car acquired in 2015-16	
(market value as on 31/03/2020: 260,000)	8,00,000

## Part B

### Instructions for students

**Part B** is a pen and paper assignment.

Attempt all questions.

Please write your name and roll number on each page of your answer.

Please email your assignment to [meera.nangia@cvs.du.ac.in](mailto:meera.nangia@cvs.du.ac.in). and upload in google class room.

**Answer the questions given at the end of the case study from the data given below:**

<b>NAME</b>		Arun Seth
<b>FATHER'S NAME</b>		Ashwani Seth
<b>PAN NO. (i.e. Permanent Account Number)</b>		BATPA8547M
<b>Date of Birth</b>		14/10/1957
<b>Address</b>		B1/80 Shaheed Bhagat Singh Road, Bengaluru 560002 (Karnataka)
<b>Mobile No.</b>		3542169874
<b>Aadhar No.</b>		2344 6928 3678
<b>E-mail ID</b>		<a href="mailto:seth57@gmail.com">seth57@gmail.com</a>
<b>Residential Status</b>		Resident and ordinarily resident (stays in India for 190 days in 2019-20)
<b>Return to be filed under which section</b>		Under section 139(1), Original Return
<b>Name and address of employer</b>		Khatri Textiles Ltd. 69/AB 4, Shivaji nagar Bengaluru,(Karnataka)-560051
<b>PAN of Employer</b>		AJHOK2978N
<b>Details of bank account (Refund (if any) to be credited to)</b>	<b>Name of bank</b> <b>Account no.</b> <b>IFS code</b> <b>Type</b>	SBI 58471323012 SBIN0001422 Savings
<b>Date of filing</b>		31/07/2020
<b>Place of filing of Return</b>		Bengaluru

**Income details** are given below-

Particulars	Amount (Rs.)
Salary	60,00,000
Dearness Allowance	60,000
Transport Allowance under section 10(14) (used for official purpose)	20,000
Entertainment allowance	15,000
Perquisites in respect of free electricity (taxable)	22,000
<b><u>Income from House property</u></b>	
<b><u>Income from fully owned Self occupied property:</u></b>	
<i>Municipal taxes paid</i>	12000
Interest on borrowed capital (in 2004-05) for construction of property; loan is outstanding	230,000
<b><u>Capital gains</u></b>	

Sale of consideration of a residential house (House no. XX Sheikh Sarai phase II, New Delhi 110017) (date of transfer: 15/07/2019)	62,00,000
Stamp duty value	74,00,000
Brokerage paid by the assessee	1,20,000
Cost of acquisition (Year of acquisition: 2012-13 CII value:200 & 2019-20:289)	12,00,000
Bonds of NHAI purchased: 14/01/2020)	55,00,000
<u>Income from Other source</u>	
Bank Interest received (savings deposit) from SBI	17,000
Interest on income tax refund	5000
<u>Investment/Expenditure details:</u>	
Deposit in Sukanya Samridhi Account	80,000
Payment of medical insurance for self and spouse (including preventive health check-up of Rs12,000)	65000
Contribution PM National Relief fund (PMO South block, new delhi-110011; PAN: AACTP4637Q)	25,000
Donation to political part by cheque	25,000
<u>Tax deducted at source details:</u>	
-By employer (TAN of Employer: RTKA12336E)	13,80,000
<u>Advance tax/self assessment tax paid by assessee:</u>	
-Tax paid on 04/04/2019 (BSR code of Bank : 0003590, Challan No. : 00036)	1,10,000
-Tax paid on 17/05/2019 (BSR code of Bank : 0003790, Challan No. : 00028)	60,000

Assets details: Assets details are given below:

Particulars	Amount (Rs.)
Jewelry held by the assessee on 31/03/2020	
Cost of acquisition in 1985-86	90,000
(Market value as on 31/03/2020: 21,00,000 as per wealth tax return)	
Original cost of house property	5,00,000
(Value as per wealth tax return: 40,00,000)	
Cash in hand as on 31/03/2020	400,000
NHAI bonds as on 31/03/2020	55,00,000

1. Is it possible for Mr Arun Seth to file a manual return for AY 2020-21? Give reasons for your answer.

or

Is it possible for Mr Arun Seth to file his return in form ITR-1? Give reasons for your answer.

(3 marks)

2. How much tax is to be paid by Mr Arun Seth on self-assessment?

(show computation of income & tax liability)

(8 marks)

3. Fill in the boxes/ tabs that will be filled up by Mr Arun Seth under the heads, “Income from Capital Gain, and Deductions under chapter VIA and Asset-Liability schedule” when he files an online return in ITR 2 (relevant pages of ITR 2 are attached)

(3+3+3 marks)