

Objective:

The objective of this course is to provide knowledge on the basic concepts of income and taxability under Income Tax Act, 1961. To equip the students with the working knowledge of accounting practices in order to prepare for CA, CMA, and ACS.

CMC 31

UNIT I

Introduction – Various terms Income Tax Act, 1961 – Finance Bill – Definition of person, Assessee: Previous year, assessment year – Concept of income – Exempted income – Residential status & Incidence of Tax: Gross total income & total Income.

UNIT II

Computation of income from salaries – definition – Forms of salary – Perquisites - Gratuity – Pension – Lease Enhancement – Provident Fund – Deduction – Profit in lieu of salary.

UNIT III

Computation of income from house property – Definitions – Meaning of various terms – Gross Annual Value – Net Annual Value – Partly let out and partly self – occupied house – Part on the year let out and part of the year self-occupied – unrealized rent-Rules in relation to calculation of business income, capital gains and income from other sources.

UNIT IV

Assessment of Individuals – various income included of and individual – Taxable Income – tax liability – Problems on computation of taxable income of an individual – clubbing of incomes – deemed income.- clubbing of income set off and carry forward of losses.

UNIT V

Deductions from Gross Total Income – Tax Deducted at other Source - advance payment of tax.

Reference Books:

1. Dr. Vinod Singhania, Students guide to Income Tax, Taxman Publications, 2015.
2. Dinkar Pagare, Law and Practice of Income Tax, 26th edition, Sultan Chand & Sons, 2015.
3. Bhagwati Prasad, Income Tax & Practice 29th Edition, Vishwa Prakashan, 2015.
4. Dr. Vinod Singhania, Direct Taxes, Taxman Publications, 2015.