

| B.Com. (Hons.): Semester-III        |                               |
|-------------------------------------|-------------------------------|
| BCM304: INCOME TAX LAW AND PRACTICE |                               |
| <b>Teaching Scheme</b>              | <b>Examination Scheme</b>     |
| Lectures: 4 hrs/Week                | Class Test - 12 Marks         |
| Tutorials: 1 hr/Week                | Teachers Assessment – 6 Marks |
| Credits: 5                          | Attendance – 12 Marks         |
|                                     | End Semester Exam – 70 Marks  |

### Course Objective

This course aims to impart knowledge of law pertaining to levy of income tax in India. It also aims to enable the students to apply the same practically.

### Course Learning Outcomes

After completing the course, the student shall be able to:

- CO1: understand the basic concepts in the law of income tax and determine the residential status of different persons.
- CO2: identify the five heads in which income is categorised and compute income under the heads 'Salaries' and 'Income from House Property'.
- CO3: compute income under the head 'Profits and gains of business or profession'.
- CO4: compute income under the heads 'Capital gains' and 'Income from other sources'.
- CO5: understand clubbing provisions, aggregate income after set-off and carry forward of losses, and deductions allowed under the Income Tax Act; and further to compute taxable income and tax liability of individuals and firms.
- CO6: develop the ability to file online returns of income.

#### Unit I: Introduction

*Basic concepts:* Income; Agricultural income; Person; Assessee; Assessment year; Previous year; Gross Total Income; Total income; Maximum marginal rate of tax; Permanent Account Number (PAN); *Residential status:* Scope of total income on the basis of residential status; Exempted income under section 10.

#### Unit II: Computation of Income under different heads-1

Income from Salaries; Income from House Property.

#### Unit III: Computation of Income under different heads-2

Profits and gains of business or profession; Capital gains; Income from other sources.

#### Unit IV: Computation of Total Income and Tax Liability

Income of other persons included in assessee's total income; Aggregation of income and set-off and carry forward of losses; Deductions from gross total income; Rebates and reliefs; Computation of total income of individuals and firms; Tax liability of an individual and a firm; Five leading cases decided by the Supreme Court.

**Unit V: Preparation of Return of Income**

Filing of returns: Manually, on-line filing of Returns of Income & TDS; Provision & Procedures of Compulsory on-line filing of returns for specified assesses.

**Suggested Readings**

- Ahuja, Girish and Gupta Ravi. Systematic Approach to Income Tax. Bharat Law House, Delhi.
- Singhanian, Vinod K. and Singhanian Monica. Students' Guide to Income Tax, University Edition. Taxmann Publications Pvt. Ltd., New Delhi.

**Additional Readings**

Software

- Vinod Kumar Singhanian, e-filing of Income Tax Returns and Computation of Tax, Taxmann Publication Pvt. Ltd, New Delhi, Latest version
- 'Excel Utility' available at [incometaxindiaefiling.gov.in](http://incometaxindiaefiling.gov.in)

Journals

- Current Tax Reporter. Current Tax Reporter, Jodhpur.
- Income Tax Reports. Company Law Institute of India Pvt. Ltd., Chennai
- Corporate Professionals Today. Taxmann, New Delhi.

Note: Latest edition of readings may be used.

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