

**K L UNIVERSITY**  
**DEPARTMENT OF COMMERCE**  
**B.Com (Honours) (Accounting & Finance)**  
V - SEMESTER

**Direct Taxes – I**

---

**Unit-I : Introduction : (Hours : 8 )**

Meaning and terms used: Person, Assessee, Previous year, Assessment year, Income, Gross Total Income, Total Income, Agricultural Income, and Exempted Income – Fully exempted – Partially Exempted - Residential Status: Rules for determining residential status of Individual, HUF, Firm and Company, need to determine residential status, Incidence of tax and residential status, Practical problems.

**Unit-II: Income from Salary: (Hours : 12 )**

Salary, Allowances, perquisites and retirement benefits, deductions, computation of salary income.

**Unit-III: Income from House Property: (Hours : 10 )**

Annual Value, let out property, self occupied properties, deductions, computation of house property income.

**Unit-IV: Income from Business: (Hours : 10 )**

Depreciation and other permissible deductions, Disallowable expenses, income and expenses of illegal business, computation of Business income - Income from Profession: Computation of Doctors, Lawyers, Chartered Accountants, Engineers.

**Unit-V: Capital gains: (Hours : 5 )**

Meaning of Capital assets, types of capital assets, transfer, cost of acquisition, cost of improvement, selling expenses, treatment of advance money received, exemptions, computation of capital gains. - Income from other sources : Specific income, deductions, grossing-up, computation of income from other sources, practical problems.

**Text Book:**

1. Gaure & Narang, Elementary Income Tax, Kalyani Publishers, 2011, 15<sup>th</sup> Edition, New Delhi.

**Reference Books:**

1. Bhaghavathi Prasad, Law and Practice of Income tax, New Age International Publisher, 2011, 12<sup>th</sup> Edition, New Delhi.
2. Vinod K. Singhania, Direct Taxes Law and Practices, Taxmann Publications, 2011, 18<sup>th</sup> Edition, New Delhi.
3. Government of India- Latest Income Tax Manual
4. Income Tax Act and Latest Finance Act

