



Kot Bhalwal, Jammu



Model Institute of Engineering
& Technology (Autonomous)
Course Handout

COURSE HANDOUT

Income Tax Law and Practice (BCMMJ- 601)

B.COM -6th SEMESTER

ACADEMIC YEAR (2024-25)

Dr. Paramdeep Kour

Assistant Professor

U.G School of Management



U.G. School of Management

Model Institute of Engineering & Technology (Autonomous)

Kot Bhalwal, Jammu - 181122

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Dr. Arun K. Gupta Teaching-Learning Centre

Version 1.1



Please Do Not Print Unless Necessary



Course Code	Course Name	Course Type	Cd	L	T	P	Marks		
							Sessional	Final Exam	Total
BCMMJ-601	Income Tax Law and Practice	Major	4	4	0	0	40	60	100

COURSE OUTCOMES

At the end of the course the student will be able to:

CO1	Explain the concepts of income, residential status, and the difference between exemptions and Deductions.
CO2	Analyze salary components and compute taxable income using Section 80(C) deductions.
CO3	Calculate taxable income from house property, considering deductions and unrealized rent.
CO4	Compute capital gains, distinguishing between short-term and long-term, and apply exemptions.
CO5	Assess business and other income, applying deductions and relevant provisions.

Detailed Syllabus

Section A

Unit I: Basic concepts: Income; Agricultural income, Person, Assesses, Assessment year, Previous year, Residential status, Determining residential status of individual, Exempted incomes under section 10, difference between exemption and deduction.

(10 Hrs)

Unit II: Income under the head “Salaries”: Meaning, basis of charge of salary, Provident funds and its types; Allowances and its types; Perquisites (Perks) and its types, allowances, Superannuation (Pension fund), Retirement benefits, Gratuity, Deductions under sec. 80(C).

(09 Hrs)

Unit III: Income under the head “House property”: Basis of charge, Basis of computing Income from a let out house property, Annual value; Computation of annual value of a property, Taxable income from self-occupied property, Provisions for unrealized rent, Deduction from income from house property, modes of taxation of arrears of rent.

(10 Hrs)

Section B

Unit IV: Income under the head “Capital Gains”: Basis of charge, Capital assets, transfer of capital assets, Capital gain, Short-term and long-term capital gain, Computation of capital gain, Full value of consideration, Expenditure on transfer, Cost of acquisition, Cost of improvement, Exemptions of capital gain.

(08 Hrs)

Unit V: Income under the head “Profits and gains of Business or Profession” and “Income from other sources”: Basis of charge, Basic principles, Methods of Accounting, Deduction/Allowances, Deemed profit, undisclosed income or investment, Special provisions for computation of Business income. Income from other sources: Relevance of methods of accountancy, dividend, winning from lottery, interest on securities, share premium and other provisions

Textbooks

S. No	Name of the Books	Name of the Author	Publisher Name	Edition (Pub.Yr.)
1	Systematic Approach To Income Tax	Girish Ahuja, Ravi Gupta	Commercial Law	49th (2024-25)
2.	Students’ Guide to Income Tax- University Edition	Dr. Vinod K. Singhania, Dr. Monica Singhania	Taxmann	28th (2024)

Reference Books

S. No	Name of the Books	Name of the Author	Publisher Name	Edition (Pub.Yr.)
1	Direct Tax Laws and Practice	Dr. Vinod K Singhania, Dr. Kapil	Taxmann	1st (2023)



COURSE PLAN		
Unit-I Basic concepts		
S. No	Topics	Recommended Books / Links
1	Basic concepts: Income; Person, Assesses, Assessment year, Previous year	https://www.taxmann.com/post/blog/tax-concept
2	Residential status, Determining residential status of individual	https://cleartax.in/s/residential-status
3	Exempted incomes under section 10	https://www.indiafilings.com/learn/section-10-of-income-tax-act/
4	Difference between exemption and deduction.	https://cleartax.in/s/difference-between-tax-exemption-vs-tax-deduction-vs-tax-rebate
Unit-II Income under the head “Salaries”		
5	Income under the head “Salaries”: Meaning, basis of charge of salary	https://cleartax.in/s/section-171-definition-of-salary-under-the-income-tax-act
6	Provident funds and its types	https://www.indiafilings.com/learn/provident-fund/
7	Allowances and its types	https://www.zoho.com/in/payroll/academy/payroll-administration/allowance.html
8	Perquisites (Perks) and its type	https://cleartax.in/s/perquisites-in-income-tax
9	Allowances	https://www.zoho.com/in/payroll/academy/payroll-administration/allowance.html
10	Superannuation (Pension fund)	https://cleartax.in/s/superannuation
11	Retirement benefits, Gratuity	https://pensionersportal.gov.in/retire-benefit.aspx
12	Deductions under sec. 80(C)	https://www.incometax.gov.in/iec/foportal/help/individual/return-applicable-1
Unit-III Income under the head “House property”		
13	Income under the head “House property”: Basis of charge	https://www.indiafilings.com/learn/income-from-house-property/#:~:text=Basis%20of%20Charge,tax%20on%20a%20notional%20basis.
14	Basis of computing Income from a let-out house property	https://incometaxindia.gov.in/Pages/income-from-house-property.aspx?k=Deemed+let-out+house+property#:~:text=Income%20Tax%20Department&text=(c)%20Deemed%20let%20out,arrive%20at%20an%20annual%20value.&text=b)%20The%20assessee%20should%20be%20the%20owner%20of%20such%20property.



15	Annual value; Computation of annual value of a property	https://www.indiafilings.com/learn/calculating-gross-annual-value/#:~:text=According%20to%20the%20Income%20Tax,ta x%20paid%20by%20the%20owner.
16	Taxable income from self-occupied property	https://incometaxindia.gov.in/Pages/income-from-house-property.aspx?k=Deemed+let-out+house+property#:~:text=Income%20Tax%20Department&text=(c)%20Deemed%20let%20Dout,arrive%20at%20an%20annual%20value.&text=b)%20The%20assessee%20should%20be%20the%20owner%20of%20such%20property.
17	Provisions for unrealized rent	https://kanoongpt.in/bare-acts/the-income-tax-act-1961/section-25a-8eb41560ea7b578a
18	Deduction from income from house property	https://cleartax.in/s/deductions-under-section24-income-from-house-property
19	Modes of taxation of arrears of rent.	https://file999.com/mode-of-taxation-of-arrears-of-rent-in-the-rent-in-the-year-of-receipt-sec-25a/
Unit-IV Income under the head “Capital Gains”		
20	Income under the head “Capital Gains”: Basis of charge	https://incometaxindia.gov.in/Documents/Left%20Menu/income-from-capital-gains.htm
21	Capital assets, transfer of capital assets	https://indiankanoon.org/doc/34563/
22	Capital gain, Short-term and long-term capital gain, Computation of capital gain	https://cleartax.in/s/capital-gains-income
23	Full value of consideration	https://incometaxindia.gov.in/Documents/Left%20Menu/income-from-capital-gains.htm#:~:text=Full%20value%20of%20consideration%20is,as%20full%20value%20of%20consideration.
24	Expenditure on transfer	https://indiankanoon.org/doc/121068/
25	Cost of acquisition, Cost of improvement	https://taxguru.in/income-tax/section-55-cost-acquisition-improvement.html
26	Exemptions of capital gain.	https://groww.in/p/capital-gains-exemption
Unit-V Income under the head “Profits and gains of Business or Profession” and “Income from other sources”		
27	Income under the head “Profits and gains of Business or Profession”: Basis of charge, Basic principles	https://www.indiafilings.com/learn/profits-gains-business-profession-income-tax/
28	Methods of Accounting	https://www.taxmann.com/post/blog/method-of-accounting-how-far-relevant-for-computing-business-income-pggbp



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29	Deduction/Allowances	https://tax2win.in/guide/section-37-of-income-tax-act
30	Deemed profit, undisclosed income or investment	https://incometaxmanagement.in/section-69-undisclosed-income-and-investments-taxed-as-deemed-income-of-business-and-profession/
31	Special provisions for computation of Business income	https://www.taxsutra.com/sites/taxsutra.com/files/sections/Section%2044AD.pdf
32	Income from other sources: Relevance of methods of accountancy, dividend, winning from lottery, interest on securities, share premium and other provisions	https://dit-live.taxmann.com/tutorials/49.income-from-other-sources.pdf

ADDITIONAL WEB RESOURCES

1	MOOC: Income Tax Law and Practice https://onlinecourses.swayam2.ac.in/nou22_cm09/course#
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GRADING AND ASSESSMENT

- **Sessional Test:** 20 marks
- **Assignment:** 10 marks
- **Attendance:** 10 marks
- **Final Examination:** 60 marks

COURSE POLICIES

- **Attendance:** Minimum 75% attendance is mandatory to appear in the final examination of the course.
- **Academic Integrity:** MIET's academic integrity policies apply. Plagiarism will not be tolerated.
- **Late Submissions:** Assignments and projects must be submitted by the specified timelines.

FACULTY INFORMATION

- **Office Hours**
Monday- Friday (2:30 PM – 03:30 PM)
- **Contact Information**
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