

CORE COURSE – XII – INCOME TAX LAW & PRACTICE

UNIT I:

Basic concepts – Definition – agricultural income – person, income, total income, casual, capital and revenue residential status, incomes exempt from income tax – types of assessment – assessment procedure.

UNIT II:

Computation of income under the head “Salaries” – Basis of charge – different forms of salary, allowance perquisites and their valuation – deduction from salary – provident funds, superannuation funds.

UNIT III:

Computation of income under the head income from house property – basis of charge – determination of annual value – income from let-out property – self occupied property – deductions allowed from income from house property.

UNIT IV:

Computation of income from profits and gains of business and profession – basis of charge – methods of accounting – deductions – valuation of stock.

UNIT V:

Income from capital gains – basis of charge – short and long term capital gains – computation – indexed cost of acquisition and improvement – exemptions – chargeability of short and long term capital gains – interest on securities, etc., - income from other sources – deduction under Sec 80C – Introduction to direct taxes code.

Theory: 25% Problem: 75%

TEXT BOOKS RECOMMENDED:

1. Income tax by Reddy & Reddy, Marghum publications.
2. Income tax by T.T.Gaur & Narang, Kalyani publishers
3. Income tax – Law & Practice by Dinakar Pagare – Sultan Chand & Sons
4. Income tax by Bhagwati Prasad – Vishnu Prakasham publication