

Lesson Plan of Dr Vandana Bansal Sem III (2022-23)

Lesson Plan for Income Tax Law and Practice (Core Course)

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Course: B.Com CBCS

Semester:III

August,2022-December,2022

Unit	CONTENTS
I	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
II	Computation of income under different heads - Salaries - Income from house property 16
III	Computation of income under different heads - Profits and gains of business or profession - Capital gains - Income from other sources 20
IV	Total income and tax computation -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 10
V	Computation of Total Income of individuals and firms Tax Liability of individual and firm Preparation of return of income

There shall be a practical examination of 20 Marks on E-filing of Income Tax Returns using a software utility tool. The student is required fill appropriate Form.

Course Description

To impart knowledge of laws pertaining to levy of Income Tax in India and to enable students to apply the same practically by understanding e-filing of returns. It also enables the student to apply knowledge comprehended in the graduation in the dynamic corporate world. The student applies his/her disciplinary knowledge pertaining to theories and principles to find solution to problems of business world.

Week 1-2

UNIT -1

- Introduction about basic concepts like income, assessment year, previous year etc.
- Then discussion on PAN, slab rates and its calculation
- Brief discussion on heads of income, gross income and total income.

- Discussion in detail on rules pertaining to residential status
- Understanding difference between Indian and foreign income and incidence of tax based on type of income.
- Practical problems on residential status and tax incidence
- A look at some of the income exempt under section 10(most of them will come in other units)

Learning Outcome

- Understanding basic concepts of income tax
- Learn to differentiate between categories of income
- Understanding basis of residential status and tax incidence

After completion of this unit a doubt class and a class test of 10 marks

Week 3-7

UNIT -II

- Introduction on all the components taxable under the head salary
- Explaining in detail the difference between allowances and perquisites
- Small practical Questions on each topic
- Explanation on deduction u/s 16
- Small discussion on deduction u/s 80C also
- Solving of full Questions on calculation of income U/H Salary
- Concept of Income under the head house property
- Understanding concept of standard rent, expected rent, municipal rent, actual rent, GAV, NAV
- Discussion in detail on different cases of house property
- Small practical Questions on each topic
- Explanation on deduction u/s 24
- Detailed discussion to understand deduction on interest on borrowed capital u/s 24
- Solving of full Questions on calculation of income U/H House Property
- Also introducing the students about online filing of return.

Learning Outcome

- Understanding the chargeability of income under the heads 'Salary' and 'House Property'
- Developing a good understanding of how to calculate income under 1st two heads of income

After completion of this unit a doubt class and a class test of 10 marks

Week 8-9

Unit III

- PGBP to be discussed according to the section mentioned in the guidelines prepared by the department.
- Focus on section 44
- Explaining the concept of capital assets
- In-depth discussion on cases like compulsory acquisition, converting stock into capital asset or vice-versa, concept of previous owner etc.
- Concept of indexation and non-indexation
- Special emphasis on exemption U/S 54 and other exemption sections
- Explaining treatment of incomes under residuary head and emphasis on taxability of Gift

Learning Outcome

- Student should be able to solve simple problems related to PGBP(Only those mentioned in guidelines)
- Student should understand the meaning and taxability of Capital Gain including special cases and exemptions .
- Calculate income from other sources

Week 10-11

UNIT IV

- Explaining the concept of clubbing of income with emphasis of clubbing of income in case of minor, spouse etc. with examples.
- Explaining set off and carry forward of losses under various heads of income
- Explaining the various sections from 80C to 80U in respect of deductions to be made from gross total income

Learning Outcome

Student should understand

- the Concept of clubbing
- the Concept of set-off and carry forward
- Deductions under section 80C to 80U (only those specified in guidelines)

Week 12- 13

UNIT V

- Explain calculation of total income of individual and explaining its link with other heads of income
 - Introduce students to different Income Tax return and their uses
 - Making students understand about tax return and its utilities available on income tax website
 - Giving them introduction on excel utility
 - How to download the same and how to work on same

Learning Outcome

Student should be able to compute the total income of assessee and also file online tax return after completion of this unit.

NOTE:- Practical Questions on each topic will be covered in the class with emphasis on how to present the answers in exams along with working notes. Also students are given hands on session on how to fill the income tax return.

ASSESSMENT

Internal Assessment: 25 Marks

Students will primarily be assessed in following ways

- 1) Written assignment
- 2) Class Test
 - 1) Two test of 5 marks each will be taken from unit 1 and unit IV. The marks will be put for internal assessment. The first one will be given by the end of September and second one in November 2nd week.
 - 2) If possible a test of 5 marks on online filing of return will be taken in the month of November 4th week.
- 2) There will be a 2 Class Test of 10 marks each. Better of the two test will be considered for internal assessment.

Suggested readings:

1. Singhania, Vinod K. and Monica Singhania. Students' Guide to Income Tax, University Edition. Taxmann Publications Pvt. Ltd., New Delhi.

2. Ahuja, Girish and Ravi Gupta. Systematic Approach to Income Tax. Bharat Law House, Delhi.
3. Pagare, Dinkar. Law and Practice of Income Tax. Sultan Chand and Sons, New Delhi.
4. Lal, B.B. Income Tax Law and Practice. Konark Publications, New Delhi

Journals

1. *Income Tax Reports*. Company Law Institute of India Pvt. Ltd., Chennai.
2. *Taxman*. Taxman Allied Services Pvt. Ltd., New Delhi.
3. *Current Tax Reporter*. Current Tax Reporter, Jodhpur.

Software

1. Excel Utility available at incometaxindiaefiling.gov.in