

PRACTICE MANUAL

Final Course

PAPER : 7

DIRECT TAX LAWS

Assessment Year 2013-14

[Relevant for May 2013 and
November 2013 examinations]

Volume – III



BOARD OF STUDIES
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

This practice manual has been prepared by the faculty of the Board of Studies. The objective of the practice manual is to provide teaching material to the students to enable them to obtain knowledge and skills in the subject. Students should also supplement their study by reference to the recommended text books. In case students need any clarifications or have any suggestions to make for further improvement of the material contained herein, they may write to the Director of Studies.

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A WORD ABOUT PRACTICE MANUAL

The Board of Studies has been instrumental in imparting theoretical education for the students of Chartered Accountancy Course. The distinctive characteristic of the course i.e., distance education, has emphasized the need for bridging the gap between the students and the Institute and for this purpose, the Board of Studies has been providing a variety of educational inputs for the students. Bringing out a series of subject-wise Practice Manuals is one of the quality services provided by the Institute. These Practice Manuals are highly useful to the students preparing for the examinations, since they are able to get answers for all important questions relating to a subject at one place and that too, grouped chapter-wise. It covers a wide range of questions including practical questions and questions based on case laws. The Practice Manual includes questions from past examinations at Final level as well as other important questions, which would facilitate in thorough understanding of the provisions contained in the chapters of the study material.

The Practice Manual in the subject of "Direct Tax Laws" is divided into 28 chapters in Income-tax in line with Volumes I & II of the Study Material for A.Y.2013-14. The questions on wealth tax are contained in chapter 29. This will help the students to correlate the Practice Manual with the study material and facilitate in complete revision of each chapter. This Practice Manual has been prepared on the basis of the law as amended by the Finance Act, 2012 and would, therefore, be relevant for students appearing for May 2013 and November 2013 examinations.

In this edition of Practice Manual, questions from November, 2011 & May, 2012 Final Examinations have been added and grouped under the respective chapters. Further, all the questions contained in the Practice Manual have been adapted and answered taking into account the amendments made by the Finance Act, 2012, which are relevant for the A.Y. 2013-14, being the assessment year applicable for students appearing for May, 2013 and November, 2013 examinations.

The Practice Manual will serve as a useful and handy reference guide while preparing for Final Examination. Further, it will enhance the understanding about the pattern of questions set and the manner of answering such questions. It will enable solving the problems in the best possible manner and guide the students to improve their performance in the examinations. It will also help them to work upon their grey areas and plan a strategy to tackle theoretical as well as practical problems.

Happy Reading and Best Wishes!

CONTENTS

CHAPTER 1 –	BASIC CONCEPTS	1.1 – 1.7
CHAPTER 2 –	RESIDENCE AND SCOPE OF TOTAL INCOME.....	2.1 – 2.5
CHAPTER 3 –	INCOMES WHICH DO NOT FORM PART OF TOTAL INCOME.....	3.1 – 3.41
CHAPTER 4 –	INCOME FROM SALARIES.....	4.1 – 4.17
CHAPTER 5 –	INCOME FROM HOUSE PROPERTY.....	5.1 – 5.11
CHAPTER 6 –	PROFITS AND GAINS OF BUSINESS OR PROFESSION	6.1 – 6.69
CHAPTER 7 –	CAPITAL GAINS	7.1 – 7.35
CHAPTER 8 –	INCOME FROM OTHER SOURCES.....	8.1 – 8.18
CHAPTER 9 –	INCOME OF OTHER PERSONS INCLUDED IN ASSESSEE'S TOTAL INCOME.....	9.1 – 9.10
CHAPTER 10 –	SET-OFF AND CARRY FORWARD OF LOSSES	10.1 – 10.12
CHAPTER 11 –	DEDUCTIONS FROM GROSS TOTAL INCOME.....	11.1 – 11.26
CHAPTER 12 –	INTER-RELATIONSHIP BETWEEN ACCOUNTING AND TAXATION	12.1 -12.6
CHAPTER 13 –	ASSESSMENT OF VARIOUS ENTITIES.....	13.1 – 13.96
CHAPTER 14 –	TAX PLANNING AND ETHICS IN TAXATION.....	14.1 – 14.6
CHAPTER 15 –	DOUBLE TAXATION RELIEF	15.1 – 15.12

CHAPTER 16 – TRANSFER PRICING AND OTHER PROVISIONS TO CHECK AVOIDANCE OF TAX.....	16.1 – 16.14
CHAPTER 17 – FOREIGN COLLABORATION	17.1 – 17.7
CHAPTER 18 – BUSINESS RESTRUCTURING.....	18.1 – 18.10
CHAPTER 19 – TAXATION OF E-COMMERCE TRANSACTIONS.....	19.1 – 19.3
CHAPTER 20 – INCOME-TAX AUTHORITIES.....	20.1 – 20.13
CHAPTER 21 – ASSESSMENT PROCEDURES	21.1 – 21.34
CHAPTER 22 – SETTLEMENT OF TAX CASES	22.1 – 22.6
CHAPTER 23 – ADVANCE RULINGS	23.1 – 23.4
CHAPTER 24 – APPEALS AND REVISION.....	24.1 – 24.18
CHAPTER 25 – PENALTIES	25.1 – 25.13
CHAPTER 26 – OFFENCES AND PROSECUTION	26.1 – 26.3
CHAPTER 27 – MISCELLANEOUS PROVISIONS	27.1 – 27.8
CHAPTER 28 – COLLECTION AND RECOVERY OF TAX	28.1 – 28.21
CHAPTER 29 – WEALTH TAX	29.1 – 29.63