



K. K. Wagh Institute of Engineering Education and Research, Nashik

(An Autonomous Institute from A.Y. 2022-23)

Marking Scheme

End Sem Examination - Winter 2025

Academic Year	:	2025-2026	Semester	:	III
Class	:	PG-II	Name of Program	:	MBA
Branch Code	:	10	Pattern	:	Semester
Name of Course	:	Direct Taxation	Course Code	:	MBA2410612B

Marking Scheme – Direct Taxation [MBA2410612B]

Q. No.		Marks
1	Define Following as per Income Tax Act 1961. 1. Person – 3 marks 2. Assessment Year – 3 marks	06
2	Ms Harshada – Taxable Income Income from Salary – 3 marks Income from HP – 3 marks	06
3	Explain the concept of “nexus with business” in determining a) chargeability of income under this head. 1 Chargeability – 1 mark	08
	OR	
b)	Discuss the significance of mandatory charging of depreciation under Section 32. Block of Assets – 2 marks Conditions – 2 marks Depreciation Rate – 2 marks Format – 2 marks	
3	Mr Hatim – Income from Business & Profession c) 1) Analysis of Income – 2 marks <u>2) Income from Business</u> Disallowed Income – 2 marks Disallowed Expenses – 2 marks Allowed Expenses - 1 marks Income from Business – 1 marks	08
	OR	

d)	Mr Hrishikesh – Income from Business & Profession Disallowed Income – 2 marks Disallowed Expenses – 3 marks Allowed Expenses - 2 marks Income from Business – 1 marks	
4 a)	Mr Heramb – Capital gain Gain from Listed shares – 2 marks Gain from Residential House – 2 marks Deduction U/s 54 – 1 marks Capital gain Tax – 3 marks	08
OR		
b)	Ms Hetal – Capital gain Net Sale consideration – 1 mark Indexation – 3 marks Capital gain – 1 marks Tax liability – 3 marks	
4 c)	A taxpayer transfers a long-term residential house property and earns long-term capital gains. Apply the provisions of Section 54 of the Income Tax Act to determine the amount of exemption allowable and the taxable capital gain. Eligibility – 2 mark Assets Transfer – 1 mark Assets Acquired – 1 mark Time Limit – 1 mark Exemption – 1 mark Consequences – 1 mark Example – 1 marks	08
OR		
d)	Apply the definition of capital asset and the concept of transfer to explain how different transactions give rise to capital gains under the Income Tax Act. Capital Assets – 3 marks Transfer of Capital Assets – 5 marks	
5 a)	Mr. Harish – Total Taxable Income & Tax Liability Gross Total Income – 3 marks Deduction under chapter VIA – 3 marks Tax Liability – 2 marks	08
OR		
b)	Mrs. Hitakshi – Advance tax Gross Total Income – 2 marks Deduction under chapter VIA – 2 marks Tax Liability – 2 marks Advance Tax Instalment – 2 marks	

c)	<p>Mr. Hardik – Tax Liability under New Tax Regime</p> <p>Income from salary – 2 marks</p> <p>Income from HP – 2 marks</p> <p>Gross Total Income – 2 marks</p> <p>Tax Liability – 2 marks</p>	08
	OR	
d)	<p>Mr. Hritik - Tax Liability under Old Tax Regime</p> <p>Income from salary – 2 marks</p> <p>Income from HP – 2 marks</p> <p>Gross Total Income – 2 marks</p> <p>Tax Liability – 2 marks</p>	