

SRI VENKATESWARA UNIVERSITY

Revised Common Framework of CBCS for B.Com (w.e.f.2016-17)

B.Com(TAX)- SEMESTER I

Sl. No.	Course	Name of the subject	Total Marks	Mid. Sem. Exam*	Sem. End Exam	Teaching Hours**	Credits
1.	First Language	English	100	25	75	4	3
2.	Second Language	(Tel/Hindi/Urdu/Sans)	100	25	75	4	3
3.	Foundation Course -1	HVPE (Human Values & Professional Ethics)*	50	---	50	2	2
4.	Foundation Course- 2	Environmental Studies	50	---	50	2	2
5.	DSC 1 A	Fundamentals of Accounting-I	100	25	75	6	4
6.	DSC 2 A	Business Organization	100	25	75	6	4
7.	DSC 3 A	Income Tax - I	100	25	75	6	4
Total			600	125	475	30	22

SRI VENKATESWARA UNIVERSITY; TIRUPATI**B.Com. Detailed Syllabi w.e.f. 2016-17****SEMESTER - I****DSC 1A - Fundamentals of Accounting-I****Unit-I – Introduction to Accounting**

Need for Accounting – Definition – Objectives, Advantages – Book keeping and Accounting–Accounting concepts and conventions - Accounting Cycle - Accounting equation - Classification of Accounts and its rules - Double entry book keeping – Journalizing – Posting to ledgers, Balancing of ledger accounts- problems.

Unit –II – Subsidiary Books

Types of Subsidiary Books – Journal proper - Cash Book, Three column Cash Book- Petty cash Book -Problems.

Unit - III -Trial Balance& Rectification of Errors

Preparation of Trial Balance – Types of Errors – Rectification of Errors- Suspense Account.

Unit-IV- Bank Reconciliation Statement

Need for bank reconciliation - Reasons for difference between Cash Book and Pass Book Balances- Preparation of Bank Reconciliation Statement- Problems on both favorable and unfavorable balances.

Unit-V-Final Accounts

Meaning – Features – Manufacturing Account – Preparation of Trading Account, Profit & Loss Account and Balance Sheet with Adjustments.(Problems)

Reference Books

1. Tulasian, Accountancy -I, McGraw Hill Co.
2. T.S.Reddy & A. Murthy, Financial Accounting , Margham Publications
3. R L Gupta & V. K Gupta, Principles and Practice of Accounting, Sultan Chand & Sons
4. S.P. Jain & K.L Narang, Accountancy-I, Kalyani Publishers
5. V.K.Goyal, Financial Accounting, Excel Books
6. K. Arunjothi, Fundamentals of Accounting; Maruthi Publications

Sri Venkateswara University
Model Paper
I B.Com
Semester – I,
DSC 1A - Fundamentals of Accounting-I

Time: 3 Hours

Max. Marks: 75

Section A

Answer any **Five** of the following Questions

(5 x 3= 15 Marks)

1. (a) From the following particulars prepare Raju's A/c
- | | Rs. |
|--|--------|
| 1-1-2014 Amount due from Raju | 8,000 |
| 5-1-2014 Sold goods to Raju | 14,000 |
| 8-1-2014 Purchased goods from Raju | 5,000 |
| 14-1-2014 Cash received from Raju | 6,000 |
| 24-1-2014 Cash paid to Raju | 4,000 |
| 31-1-2014 Raju's A/c settled by cheque | |
- (b) Write an opening entry
Cash at Bank Rs.8,000/-, Accrued interest Rs.3,000/-, unpaid wages Rs.2,000/-,
Unexpired insurance Rs.1,000/-, Rent received in advance Rs.4,000/-, debtors
Rs.6,000/-, Premises Rs.8,000/-, Creditors Rs.7,000/-, Bills payable Rs.5,000/-,
Bills receivable Rs.7,000/-, Bank overdraft Rs.4,000/-
- (c) Write adjusting entries
i) Unexpired insurance Rs.1000/- ii) Outstanding wages Rs.4,000/- iii) Rent
received an advance Rs.2,000/- iv) Accrued interest Rs.5,000/- v) Appreciation
on building Rs.3,000/-
- (d) A trader maintains Petty cash book under imprest system. Record the following
Transactions in his Petty Cash Book:
- | 2014 | | Rs. |
|--------|-----------------------------|-----|
| Sep. 1 | Received for Petty payments | 500 |
| 2 | Postage | 40 |
| 5 | Stationery | 25 |
| 8 | Advertising | 50 |
| 12 | Wages paid | 20 |
| 16 | Carriage | 15 |
| 20 | Conveyance | 22 |
| 30 | Postage | 50 |
- (e) What are the rules relating to different types of accounts?
(f) What are the causes for bank reconciliation statement?
(g) Suspense Account?
(h) What are the errors disclosed by trial balance?
(i) Three columnar Cash Book?
(j) Different types of Subsidiary Books?

Section - B
Answer any ONE Question from each unit.
(5 ×12 =60 Marks)

UNIT I

2. Classify the following into Personal, Real and Nominal Accounts
 (a) Capital (b) Rent recovered (c) Accrued Interest
 (d) Discount (e) Bad debts (f) Carriage (g) goodwill
 (h) Premises (i) Investments (j) Work-in-Progress (k) Cash (l) Bank
3. Journalise the following transactions.
 (a) Rao starts business with Rs.10,000 cash and a building worth Rs.50,000
 (b) Purchased goods worth Rs.20,000 out of which goods worth Rs.12,000 was on credit from Shyam.
 (c) Sold goods on credit worth Rs.16,000 to Ram.
 (d) Received Rs.15,600 from Ram in full settlement of his account.
 (e) Paid Rs.11,800 to Shyam in full settlement of Rs.12,000 due to him.
 (f) Paid wages Rs.500 and salaries Rs.2,000

UNIT – II

4. Enter the following transactions in suitable subsidiary books.

		Rs.
Jan.1	Purchased goods from Rekha	7,500
4	Sold goods to Midhum	8,000
5	Returned gods to Rekha	500
6	Sridevi bought goods from us	4,000
8	Received goods returned by Midhun	400
10	Rajesh sold goods to us	4,000
15	Sold goods to Kishore	3,000
16	Returned goods to Rajesh	600
20	Kishore returns goods	500

5. Enter the following transactions in a three column cash book.

2015		Rs.
January 1	Started business with cash	40,000
2	Opened savings bank account with Vijaya Bank	16,000
5	Bought goods by cheque	350
6	Received cheque from Suhas	400
	Allowed him discount	20
8	Sold goods for cash	80
10	Paid into bank – Cash	60
	Cheque	400
14	Paid Sateesh by cheque	690
	Discount received	10
17	Paid Carriage	300
20	Drew from bank for office	400
31	Paid Salaries by cheque	200

UNIT – III

6. The following trial balance was prepared by a clerk appointed newly by Rao & Company. Some errors were found in the Trial Balance due to lack of experience in preparing accounts. Prepare Trial Balance by rectifying these mistakes.

S.No	Particulars	Debit Rs.	Credit Rs.
1.	Opening Stock	5,000	
2.	Capital		60,000
3.	Discount allowed		500
4.	Discount received		700
5.	Fixed Assets		60,000
6.	Sales	85,000	
7.	Purchases		45,000
8.	Purchase returns		1,000
9.	Sales returns	2,000	
10.	Carriage inwards		600
11.	Carriage outwards		700
12.	Wages, Salaries	25,000	
13.	Bills receivable	7,000	
14.	Debtors	9,000	
15.	Bills Payable		7,000
16.	Rent	3,000	
17.	Interest Paid		2,000
18.	Cash	800	
19.	Creditors	6,900	
20.	Closing Stock	33,800	
		1,77,500	1,77,500

7. Rectify the following errors by using Suspense account.
- Sales Day book was overcast by Rs. 100.
 - A sale of Rs. 50 to X was wrongly debited to Y account.
 - General expenses Rs. 180 was posted in the account as Rs. 810.
 - A bill receivable for Rs. 155 was written in bills payable book. The bill was given by P.
 - Legal expenses Rs. 119 paid to James was debited to his personal account.
 - Cash received from C. Dass was debited to G. Dass Rs. 150.
 - While carrying forward the total of one page of purchases book to the next, the amount of Rs. 1,235 was written as Rs. 1,325.
- Show Suspense a/c and Journal Entries.

UNIT – IV

8. The Cash Book (Bank Columns) and the Pass book of Umasankar are given below. Prepare Bank Reconciliation Statement as on 31st December, 2015.

Dr. Cash Book (Bank column) Cr.

		Rs.			Rs.
2015 Dec. 24			2015 Dec. 29		
	To balance b/d	360		By Mahesh	15
Dec. 27	To Prasad	60	Dec. 29	By Ganesh	145
Dec. 28	To Giridhar	120	Dec. 29	By	35
				Viswanadh	
Dec. 28	To Sankar	42	Dec. 31	By balance	387
				c/d	
		582			582
Jan. 1	To Balance b/d	387			

Dr. Bank Pass Book Cr.

		Rs.			Rs.
2015			2015		
Dec. 31	To Ganesh	145	Dec. 25	By balance b/d	360
Dec. 31	To balance c/d	400	Dec. 28	By Prasad	60
			Dec. 29	By Giridhar	120
			Dec. 31	By Interest	5
		545			545
			2016		
			Jan. 1	By balance b/d	400

9. From the following transactions prepare bank reconciliation statement.

1. Overdraft balance as per cash book Rs. 2,000
2. Out of cheques issued Rs. 35,000 payment was made for cheques amounting Rs. 28,000
3. Of Rs. 20,000 cheques sent for collection Rs. 2,000 not realised up to reconciliation date.
4. Bank charges Rs. 20 recorded in the debit side of the cash book.
5. Interest on investments Rs. 350 was realised by the banker but entered in the credit side of the cash book.
6. The cash book receipts side was overcast by Rs. 100
7. The pass book payments side was under caste by Rs. 300

UNIT – V

10. The following is the Trial Balance of B. Govil as on 31-3-1998:

Particulars	Debit Rs.	Credit Rs.
Cash in hand	540	
Cash at Bank	2,630	
Purchases	40,675	
Sales		98,780
Return Inwards	680	
Return Outwards		500
Wages	10,480	
Fuel and Power	4,730	
Carriage on Sales	3,200	
Carriage on Purchases	2,040	
Stock (1-4-97)	5,760	
Buildings	30,000	
Freehold Land	10,000	
Machinery	20,000	
Patents	7,500	
Salaries	15,000	
General Expenses	3,000	
Insurance	600	
Drawings	5,245	
Capital		71,000
Sundry Debtors	14,500	
Sundry Creditors		6,300
Closing Stock		
	1,76,580	1,76,580

Prepare the Trading and Profit and Loss Account and Balance Sheet as on 31-3-1998.
The Stock on 31-3-1998 is Rs.6,800.

11. The following is the Trial Balance of Ram Lal on March 31, 1998.

Debit Balances:	Rs.		Rs.
Bank	7,500	Bills Receivable	7,500
Purchases (adjusted)	34,96,000	Stock (31 st March, 1998)	3,06,250
Salaries	21,000		
Carriage on Sales	2,500	Credit Balances:	
Carriage on Purchases	2,000	Capital	2,00,000
Lighting	1,500	Bills Payable	50,000
Buildings	1,35,000	Loan	1,00,000
Rate and Taxes	2,000	Sales	36,00,000
Sundry Debtors	40,000	Discount	2,000
Furniture	30,000	Commission	500
Cash in Hand	1,250	Sundry Creditors	1,00,000

Rates have been prepaid to the extent of Rs.600. During the year, bad debts amounted to Rs 2,500. A provision @ 5% has to be made on debtors. Buildings have to be depreciated at 2% and Furniture at 10%. Prepare the Trading and Profit & Loss A/c and the Balance Sheet as on March 31, 1998.

DSC 2 A - BUSINESS ORGANIZATION**Unit-I – Introduction**

Concepts of business, Trade , Industry and Commerce –Business- Features of Business -Trade - Classification- aids to Trade – Industry – Classification – Relationship of Trade , industry and Commerce.

Unit II- Business Functions & Entrepreneurship

Functions of Business- Factors influencing the choice of suitable form of organization – Meaning of Entrepreneurship – Types – Functions of Entrepreneurship.

Unit –III – Forms of Organization

Sole Proprietorship – meaning – Characteristics – Advantages and Disadvantages – Partnership- Meaning – Characteristics- Kinds of partners – Advantages and Disadvantages – Partnership Deed – Hindu undivided family .

Unit-IV- Company

Company – Meaning – Characteristics –Advantages – kinds of companies - Government Company - Differences between Private Ltd and Public Ltd Companies

Unit-V- Company Incorporation

Preparation of important Documents for incorporation of Company – Memorandum of Association – Articles of Association – Differences Between Memorandum of Association and Articles of Association. Contents of Prospectus

Reference Books

1. Dr.C.D.Balaji and G.Prasad, Business Organization - Margham Publications, Chennai-17.
2. R.K.Sharma and Shashi K Gupata Business Organization - Kalayani Publications.
3. C.B.Guptha Industrial Organization and Management, Sulthan Chand.
4. Y.K.Bushan Business organization and Management, Sulthan Chand.
5. Sherlekar Business Organization and Management , Himalaya Publications.

Sri Venkateswara University
Model Paper
I B.Com
Semester – I,
DSC 2 A - Business Organization

Time : 3 Hours

Max. Marks : 75

Section A

Answer any **Five** of the following Questions

(5 x 3 = 15 Marks)

1. (a) Different types of Trade
- (b) Different types of Industries
- (c) Different types of Entrepreneurs
- (d) Functions of Business
- (e) Partnership deed
- (f) Joint Hindu family
- (g) Types of companies
- (h) Prospectus
- (i) Commerce
- (j) Government Company

Section - B

Answer any **ONE** Question from each unit.

(5 × 12 = 60 Marks)

UNIT I

2. Define Business. Explain the characteristics of Business.
3. Distinguish between Trade, Industry and Commerce

UNIT – II

4. What are the factors influencing the choice of a suitable form of organization?
5. What are the functions of Entrepreneur?

UNIT – III

6. What are the advantages and disadvantages of sole trading business
7. What are the features of Partnership Business?

UNIT – IV

8. Define Company. Explain the characteristics of a Company
9. Distinguish between Private Company and Public Company

UNIT – V

10. Describe the legal formalities for the incorporation of a Public Limited Company.
11. Distinguish between Memorandum of Association and Articles of Association.

SUBJECT: B.Com (Taxation)
SEMESTER- I
Paper III : INCOME TAX - I

2-1-110

Unit :1

Introduction & Basic Concepts of Taxation

Meaning of Tax – Types of Taxes – Direct & Indirect Taxes- Income – Total Income – Person – Assessee – Previous Year – Assessment Year – Tax rates – Tax - Liability – Capital & Revenue Income – Capital & Revenue Expenditure – An Overview of Taxation System in India.

Unit:2

Residential Status – Incidence of Tax

Residential Status of Individual – Hindu Undivided Family – Partnership firm – Company and other persons - Scope of Income.

Unit: 3

Incomes Exempted from Tax:

Incomes exempted u/s 10 – Agricultural Income – Share of Profit from Firm – share of Profit from HUF and others.

Unit: 4

Income from Salaries:

Computation of Income under the head salaries – Definition of Salary – Allowances – Fully exempted allowances – partly exempted allowances – fully taxable allowances – perquisites.

Unit : 5

Income under the head house property

Computation of income under head house property – Types of House Properties – Self occupied Property – Letout Property – Interest on borrowed capital for construction or purchase of house property – Un realized rent and Arrears of rent tax treatment.

Text Books:

1. Income Tax Law & Practice – Gaur & Narang, Kalyani Publishers
2. Student guide to Income Tax – V.K. Singhania, Taxmann's Publishers

Reference Books

3. Direct taxes law & Practice – Vinod K Singhania, Kapil Singhania, Taxmann's
4. Direct taxes law & Practice – Girish Ahuja, Dr. Ravi Gupta, Bharat's

Signature of the
Chairman (B.O.S.)
(20.....Exams)

MODEL QUESTION PAPER

I B.Com (TAXATION)

FIRST SEMESTER (CBCS)

Paper - 101 : TAXATION

(Semester Pattern w.e.f. 2015-16)

2-1-110

Time: 3 hours

Marks: 75

Section A

Answer any Five of the following. All questions carry equal marks 5 x 5 = 25 Marks

- Assessment year
- Person
- Not-ordinarily resident
- Non-agricultural incomes
- Perquisites
- Entertainment allowance
- Unrealized rent
- Pre-construction period interest

Section - B

Answer One question from each Unit. All questions carry equal marks 5 x 10 = 50

UNIT - I

- Define income and explain its characteristics?
- Define Assessee and explain different types of Assessee?

UNIT - II

- Define residential status? List out the conditions of determination of residential status of an individual?
- The following incomes are earned by Yadav during the previous year 2014-15.
 - Profit from business in India Rs.50,000.
 - Income from House property in Germany received in India Rs.15,000.
 - Income from House property in USA deposited in a Bank there Rs.1,00,000.
 - Profits of business established in Australia deposited in a bank there Rs.1,20,000 (out of Rs.1,20,000 a sum of Rs.80,000 is brought into India). This business is controlled in India.
 - Accrued in India but received in England Rs.22,000
 - Profit on sale of house property in India Rs.16,000
 - Income from agriculture in England - It is all spent on the education of children in London Rs.50,000
 - Past untaxed foreign income brought into India during the previous year Rs.10,000.

From the above particulars ascertain the taxable income if Yadav is (i) resident (ii) non-ordinary resident and (iii) non-resident

UNIT – III

5. Define agricultural income and explain the various tests to determine agricultural income?
6. Enlist any Ten Incomes exempted from tax under section 10?

UNIT – IV

7. From the following particulars find out the taxable salary of Smt. Anuradha who is working as manager in a limited company at Mumbai for the assessment year 2015-16
 - i. Net salary after deducting the following Rs.1,50,000
 - a. Income tax deducted at source Rs.6,000
 - b. Own contribution to RPF Rs.20,000
 - c. Rent of residential house provided Rs.4,000
 - ii. Profit bonus Rs.24,000
 - iii. Entertainment allowance Rs.12,000
 - iv. She went on tour for official purposes and received travelling allowance Rs.6,000
 - v. She was ill and was treated in a notified hospital. Medical bill reimbursed Rs.18,000
 - vi. She was provided with rent free house owned by the company at Mumbai (population 20 lakhs) and company also provided a gardener to maintain this house
 - vii. Salary of gardener paid by the company Rs.500 pm
 - viii. The electricity and water bill of the above house paid by the company Rs.1,200 pm
 - ix. She was provided with a car of 1.2 lt cc which was used partly for personal and partly for employment purposes.
 - x. The company contributed Rs.24,000 towards RPF
8. Professor Reddy is working at Chennai. The following are the details of his Income and Expenditure. Compute his taxable income.
 - a. Basic salary Rs.18,300 pm
 - b. DA Rs.10,500 pm
 - c. Contribution to SPF @ 15% of salary, a similar amount is contributed by the University
 - d. House rent allowance Rs.10,000 pa. He paid Rs.4,000 pm as actual rent for the house occupied by him
 - e. Education allowance for two children @ Rs.300 pm each
 - f. City compensatory allowance Rs.500 pm
 - g. He incurred Rs.5,000 on his own car. This car is also used for his employment purposes.
 - h. LIC premium paid by him on his own life Rs.20,000 on the life of his wife Rs.15,000

- i. Expenses on books Rs.5,000
- j. Profession tax paid by him Rs.200 pm

2-1-110

UNIT - V

9. From the particulars given below, compute the income from house property of Smt. Chandana for the assessment year 2015-16 :

Municipal value, Rs.34,000.

Rent received (for 9 months), Rs. 18,000.

Fair rent, Rs.30,000.

Date of completion of construction : 30-9-1995.

Nature of use : Let-out for residential purpose.

Fire insurance, Rs.800.

Ground Rent, Rs.200.

Repairs, Rs. 1,500.

Land Revenue, Rs. 1,000.

Annual charge, Rs.2,000.

Vacancy : 3 months.

Municipal taxes, Rs. 1,500.

Rent collection charges, Rs.400.

Interest on loan taken to purchase the house, Rs.4,000.

Unrealized rent received, Rs.20,000 which was allowed as deduction in the earlier previous year.

Compute the Income from house property for the assessment year 2015-16

10. Sri Raja owns a big house, the construction of which was completed in May 2000. 50% of the floor area is let out for residential purpose on a monthly rent of Rs.3,500. However, this portion remained vacant for one month during previous year. 25% of the floor area is used by the owner for the purpose of his profession, remaining 25% of the floor area is utilized for the purpose of his residence. Other particulars of the house are as follows:

a. Municipal valuation Rs.60,000

b. Standard rent Rs.90,000

c. Municipal taxes paid Rs.12,000

d. Repairs Rs.3,000


e. Interest on capital borrowed for repairs Rs.28,000

f. Ground rent Rs.4,000

g. Annual charges Rs.3,000

h. Fire insurance premium Rs.6,000

Compute income from house property


Principal
Govt. Degree College
Nagari-517590, Chittoor Dist.