

# QUESTION PAPER

## Value Addition Course (VAC) : Financial Literacy (Common Paper : Part 1/Sem. I (2023-24))

**Duration: 1 Hour**

**Max. Marks: 30**

1. Write short notes on any two of the following:

- (a) Spending Management
- (b) Objectives of Investment
- (c) Exemptions vs. Deductions

(5 × 2)

2. Discuss the banking products and services offered by retail banks.

(10)

3. Explain the need and importance of buying a health insurance policy.

(10)

4. Ramesh, Suresh and Lakshmi are residents in India and aged 50 years, 65 years and 82 years respectively. The taxable income of each of them is ₹ 20,00,000 for the financial year 2022-23. Compute the total tax liability of each of them under old tax regime and new tax regime for the financial year 2022-23.

(10)

**DU Undergraduate Examination: Even Semester (Academic Year 2023-24, Solution for AY 2024-25)**

**Value Addition Course      Question-4 on Personal Tax (Set-1)**

**Previous Year 2023-24      (Assessment Year 2024-25)      Old Tax Rates Regime**

<b>Calculation of Tax Liability</b>		<b>Resident Non-Senior</b>	<b>Resident Senior</b>	<b>Resident Super Senior</b>
<b>Name of Assessee</b>		<b>Ramesh - 50 yrs</b>	<b>Suresh - 65 yrs</b>	<b>Lakshmi - 82 yrs</b>
<b>Exemption Limit</b>		<b>₹ 2,50,000</b>	<b>₹ 3,00,000</b>	<b>₹ 5,00,000</b>
<b>Taxable Income</b>		<b>₹ 20,00,000</b>	<b>₹ 20,00,000</b>	<b>₹ 20,00,000</b>
<b>Exemption Limit to Rs. 5,00,000</b>	5%	<b>₹ 12,500</b>	<b>₹ 10,000</b>	<b>Nil</b>
<b>Rs. 5,00,001 to Rs. 10,00,000</b>	20%	<b>₹ 1,00,000</b>	<b>₹ 1,00,000</b>	<b>₹ 1,00,000</b>
<b>Above Rs. 10,00,000</b>	30%	<b>₹ 3,00,000</b>	<b>₹ 3,00,000</b>	<b>₹ 3,00,000</b>
<b>Less Rebate u/s 87A to Resident, if Taxable Income not exceeding Rs. 5,00,000</b>	<b>Max. Rs. 12,500</b>	<b>₹ 4,12,500</b> <b>Not Allowed</b>	<b>₹ 4,10,000</b> <b>Not Allowed</b>	<b>₹ 4,00,000</b> <b>Not Allowed</b>
<b>Add Health &amp; Education Cess</b>	4%	<b>₹ 4,12,500</b> <b>₹ 16,500</b>	<b>₹ 4,10,000</b> <b>₹ 16,400</b>	<b>₹ 4,00,000</b> <b>₹ 16,000</b>
	<b>Tax Liability</b>	<b>₹ 4,29,000</b>	<b>₹ 4,26,400</b>	<b>₹ 4,16,000</b>

**DU Undergraduate Examination: Even Semester (Academic Year 2023-24, Solution for AY 2024-25)**

**Value Addition Course      Question-4 on Personal Tax (Set-1)**

**Previous Year 2023-24      (Assessment Year 2024-25)      New Tax Rates Regime**

<b>Calculation of Tax Liability</b>		<b>Resident Non-Senior</b>	<b>Resident Senior</b>	<b>Resident Super Senior</b>
<b>Name of Assessee</b>		<b>Ramesh - 50 yrs</b>	<b>Suresh - 65 yrs</b>	<b>Lakshmi - 82 yrs</b>
<b>Exemption Limit</b>		₹ 3,00,000	₹ 3,00,000	₹ 3,00,000
<b>Taxable Income</b>		₹ 20,00,000	₹ 20,00,000	₹ 20,00,000
<b>Rs. 3,00,001 to Rs. 6,00,000</b>	5%	₹ 15,000	₹ 15,000	₹ 15,000
<b>Rs. 6,00,001 to Rs. 9,00,000</b>	10%	₹ 30,000	₹ 30,000	₹ 30,000
<b>Rs. 9,00,001 to Rs. 12,00,000</b>	15%	₹ 45,000	₹ 45,000	₹ 45,000
<b>Rs. 12,00,001 to Rs. 15,00,000</b>	20%	₹ 60,000	₹ 60,000	₹ 60,000
<b>Above Rs. 15,00,000</b>	30%	₹ 1,50,000	₹ 1,50,000	₹ 1,50,000
<b>Less Rebate u/s 87A to Resident, if Taxable Income not exceeding Rs. 7,00,000</b>	<b>Max. Rs. 25,000</b>	₹ 3,00,000 <b>Not Allowed</b>	₹ 3,00,000 <b>Not Allowed</b>	₹ 3,00,000 <b>Not Allowed</b>
<b>Add Health &amp; Education Cess</b>	4%	₹ 3,00,000 ₹ 12,000	₹ 3,00,000 ₹ 12,000	₹ 3,00,000 ₹ 12,000
	<b>Tax Liability</b>	<b>₹ 3,12,000</b>	<b>₹ 3,12,000</b>	<b>₹ 3,12,000</b>