Revision Tax computation.

Casual Income → BEL ✗
80C–80U ✗
Exp ✗
Rebate 87A ✓

NI	U/H Salary		5,00,000
SI	Casual		3,00,000
		GTI	8,00,000
	Ded 80C–80U		3,00,000
		TI	5,00,000

NI 2L — Slab rate
SI 3L — Sp. rate

Tax → Old Regime
NR + 70 yrs.
BEL = 2.50L

Tax on NI of 2L — NIL
Remaining BEL = 2.5L − 2L = 50,000
↓
C.I – ✗

C.I 3L × 30% — 90,000

Tax bef. cess — 90,000
+4%
93,600

	Before 23/7/24		WEF 23/7/24	
LTCG u/s 112A	10%	3	12.5%	3
STCG u/s 111A	15%	2	20%	1
LTCG u/s 112	20%	1	12.5%	2

Gain upto 1,25,000 — Exempt
ie Tax → on gain In excess of 1.25L

BEL
1. → NI
2. BALANCE → Adj → $\boxed{112 \mid 112A \mid 111A}$ → only if Assessee R. I / R. HUF

↓ In order → Tax liab. Minimum.

Illustration 12: From The Following Information Calculate tax liability under both regimes of Mr. J (Res. 40 Years)

Particulars	Amount (₹)
Income Under The Head Salaries (NI)	6,00,000
Long Term Capital Gain u/s 112 on sale of GOLD on 1/08/2024	1,00,000
Long Term Capital Gain u/s 112A (After 23/7/24)	1,50,000
Short Term Capital Gain NI (NI)	25,000
Short Term Capital Gain u/s 111A (24/9/2024)	1,25,000
Casual Income	2,00,000
Deductions u/s 80C to 80U	2,50,000

① GTI 12,00,000

(–) 80C-80U 2,50,000

TI 9,50,000

NI 375000 Slab

SI 575000

OTR

Tax on NI of 3.75L @ Slab

First 2.5L	NIL	
bal 1.25L × 5%	6250	6250

Tax on

LTCG 112A	(1.50L – 1.25L) × 12.5%	3125
STCG 111A	1.25L × 20%	25000
LTCG 112	1L × 12.5%	12500
Cas. Inc.	2L × 30%	60000
		106875
		+ 4%
T. liab →		1,11,150

NTR

① GTI 12,00,000

(–) 80C-80U NA

TI 12,00,000

NI 625000 | SI 575000

Tax on NI 6.25L @ slab

First 3L NIL

bal 3.25L × 5% 16250 16250

Tax on

LTCG 112A (1.50L − 1.25L) × 12.5% 3125

STCG 111A 1.25L × 20% 25000

LTCG 112 1L × 12.5% 12500

Cas. Inc. 2L × 30% 60000

116875

+4%

1,21,550

Illustration 13: From The Following Information Calculate tax liability of Mr.J (Resident Age 40 Years) NON 10TR.

Particulars		Amount (₹)
Income Under The Head Salaries	NI	3,00,000
Long Term Capital Gain u/s 112 on sale of Paintings on 11/08/2024	SI	6,00,000
Long Term Capital Gain u/s 112A	SI	50,000
Deductions u/s 80C to 80U		2,50,000

OTR

GTI 950000

(−) ded 250000

TI 7,00,000

NI 50,000 | SI 650000

Tax on NI of 50,000 — NIL

Bal BEL → $\boxed{2,00,000}$ → LTCG 112 ✓

Tax on LTCG 112 (6L − 2L) × 12.5% — 50,000

Tax on LTCG 112A 50,000 → NO Tax upto 1.25L — —

50,000

+4%

52,000

NTR

GTI — 9,50,000

(−) Ded — —

TI — 9,50,000

NI — 3L

SI — 6.50L

Tax on NI of 3L @ Slab rate — NIL

Remaining BEL = 3L − 3L = 0

Tax on LTCG 112 (6L × 12.5% — 75000

Tax on LTCG 112A 50,000 → NO Tax upto 1.25L — —

75000

+4%

78000.

OTR — NR

Tax on NI of 50,000 NIL

Bal BEL → $\boxed{2,00,000}$ → LTCG 112 ✓ → lapsed As Assesse NR

Tax on LTCG 112 (6L − ~~2L~~) × 12.5% ~~50,000~~ 75000

Tax on LTCG 112A 50,000 → No Tax upto 1.25L —

~~50,000~~ 75000

+4%

~~52,000~~ 78000

Salary	NI	2,00,000	Calculate Tax − NTR.
HP		2,00,000	R
LTCG 112A — 24/8/2024.	SI	2,20,000	
Lottery		80,000	
GTI		7,00,000	
(−) ded		—	
TI		7,00,000	

Tax on NI of 4L @ slab rate

First 3L	NIL	
bal 1L × 5%	5000	5000

Tax on

LTCG 112A (220000 − 125000) × 12.5%	× 11875
Casual Inc. 80000 × 30%	24000
Tax bef. Rebate	40875

(–) Rebate u/s 87A

Tax other than 112A 5000 + 24000 = 29000
or
25000
} lower

$$\begin{array}{r} 25000 \\ \hline 15875 \\ +4\% \\ \hline 16510 \end{array}$$

NTR. If T.I exceeds 7L
⇓
Rebate u/s 87A available if

$\boxed{\text{Tax} > (T.I - 7L)}$
↓ Yes.

Rebate ⇒ [Tax – (T.I – 7L)]

21500 > (715000 – 7L)
21500 > 15000
↓
Rebate = 21500 – 15000

T.I = 7,15,000 NTR.

First 3L	NIL
Next 4L × 5%	20000
bal 15K × 10%	1500
	21500
(–) Rebate (21500 – 15000)	6500
	15000
	+4%
	15600.

TI = 4,90,000 / 510000 $\boxed{\text{R + 40yr}}$ — OTR

Tax	12000
(–) Rebate	12000
	NIL

Tax	14500
(–) Rebate	NA
	14500 + 4% = 15080

Surcharge → • TAX on TAX.
• TI > 50L

	TI	Surch.
CASE 1	Exceed 50L upto 1cr	10% on Tax
CASE 2	Exceed 1cr upto 2cr	15% on Tax.

TI Exceed 2 Cr.

Div. / LTCG 112 / 112A / STCG 111A → 15% on Tax

Other Income

CASE 3	> 2cr upto 5cr	→ 25% on Tax
CASE 4	> 5Cr	→ 37% on Tax
CASE 5	$\boxed{\text{less than 2cr}}$	→ 15% on Tax.

CASE1 Example R+40 yr.

$\boxed{\text{TI} = 75L}$ (Incl. LTCG 112 = 15L (24/9/24) & lottery = 10L)
SI SI

↓

NI = 50L

↓

Tax on slab	13,12,500
LTCG 112 15L × 12.5%	1,87,500
lottery 10L × 30%	3,00,000
	18,00,000
	+ 10% Surch
	19,80,000
	+ 4% Cess
	20,59,200

CASE2 $\boxed{\text{TI} = 1.80\text{ Cr}}$ (Incl. LTCG 112A 10L & STCG 111A = 20L)
After 23/7/24.

NI — 1.50cr @ slab	4312500
112A — (10L − 1.25L) × 12.5%	109375
111A — 20L × 20%	400000
	48,21,875
	+ 15% Surch
	+ 4% cess
	57,66,962.5
R.off	57,66,960

CASE 3. T.I = 4 Cr (Including LTCG 112 = 1 Cr & STCG 111A = 50L)

After 23/7/24

LTCG 112 = 1 Cr — 1250000

LTCG 112A = x

STCG 111A = 50L — 10,00,000

DIV. = x

2250000
+15%
2587500

TAX
+ 15% surch.

Other Income
2.5 Cr → 73,12,500
+ 25%
91,40,625

Tax
+ 25% surch.

1,17,28,125
+4%
1,21,97,250

After 23/7/24

CASE 4 T.I = 5.80 Cr (Including LTCG 112A = 50L & lottery = 10L)

R + 40yr OTR.

LTCG 112 —

LTCG 112A 50L → 609375

STCG 111A —

DIV —

+15%
7,00,781.25

lottery 10L — 300000

NI 5.20 Cr — 1,54,12,500

1,57,12,500
+ 37%
2,15,26,125

2,22,26,906.25
+4%
2,31,15,980.

CASE 5

TI = 2.50cr (Incl. STCG 111A = 70L & lottery = 20L) R+40 OFR.
After 23/7/24

D/112/112A/111A
70L
Tax + 15% Surch

Other.
1.80cr.
Tax + 15% Surch

MTR. → Surcharge. → ~~3x%~~

Marginal Relief.

If due to Surch/Higher Surch
↓
Inc. In Tax > Inc. in Income

} Relief → Inc. In Tax
(−) Inc. In Income

Eg. 51,30,000 R+ 40yr.

Tax	13,51,500
+ Surch	10%
	14,86,650
	44,150
	14,42,500
	+4%
	15,00,200.

Tax on 50L → 13,12,500

\+ Surch –

13,12,500

Inc. In Income	1,30,000
Inc. In Tax	1,74,150

1486650 – 1312500

Relief = 174,150 – 1,30,000
= 44,150

T.I → 1,02,00,000 Calculate MR.

Tax	28,72,500
	+ 15%
	33,03,375
	(–) 9625
	3293750
	+4%
	3425500.

Tax on 1cr.

Tax	28,12,500
	+ 10%
	30,93,750
Inc. In. Income	2,00,000
Inc. In Tax	2,09,625
MR	9625