

* Age 60 yrs @ Mone = At any time during the previous year.

* Age 80 yrs @ Mone = At any time during the previous year.

→ What if DOB on 1st April

Case 1: If DOB on 1/4/1945 = Deemed 80 year on 31/3/25 and Exemption limit of Rs. 500,000 shall Apply for income arise during the P.Y 24-25

• If DOB on 1/4/1965 = the Deemed 60 years on 31/3/25 and Exemption limit of Rs. 300,000 shall Apply for income arise during the P.Y 24-25

Example:-

Name of Person	Age	R.S	Scheme	Exemption limit
Chunnu	40	R	NS	300,000
Punnu	60	R	OS	300,000
Nunnu	62	NR	NS	300,000
Tunnu	81	R	OS	500,000
Pinku	80	R	NS	3,00,000
Tinku	69	R	OS	3,00,000
Chinku	45	NR	OS	2,50,000
PoHi	49	NR	NS	3,00,000
Gobi	85	R	NS	3,00,000
Adhak	63	NR	OS	2,50,000
Ramlal	48	R	OS	2,50,000
Gupto ji	71	R	OS	3,00,000
Changu	86	NR	NS	3,00,000
Hangu	68	R	NS	3,00,000

Ques: 2 Mr. VG Born on:-

a) 1/4/1945 OR b) 1/4/1965

what will be the exemption limit of Income arise during the P.Y. 24-25

a) If opt optional scheme

b) If opt Sec 115BAC

Solution:-

DOB	OS	NS
1/4/1945	500,000 (deemed on 31/3)	300,000
1/4/1965	300,000 (deemed on 31/3)	300,000

→ Basic Introduction

Individual, HUF, AOP, BOI, AJP

Under I Tax Individual / HUF / AOP / BOI / AJP can pay tax a concessional rates under the default scheme U/S 115BAC.

However, he / it has to forgo certain exemptions and deductions under this Regime. Alternatively, he / it can exercise the option to shift out of the default tax Regime under the optional tax Regime as per the refer provision of I Tax Act Rates of default scheme prescribed under I Tax Act and Rates of optional scheme prescribed under Finance Act.

→ Default Tax Regime / NEW TAX REGIME / Section 115BAC OF I.TAX

Concessional Rates of Tax

Individual, HUF, AOP, BOI, AJP, other than who exercise the option of old Tax Regime and other than Income taxable as per Special Rate of tax (Sec 111A, 112, 112A, 115BA, 115BBT etc.) taxable as per the following concessional tax rates subject to certain conditions :-

S.No	Total Income	Tax Rates
1	Upto Rs. 300,000	NIL
2	More than 300,000 upto 7,00,000	5% of income in excess of Rs 3L
3	More than 700,000 upto 10,00,000	10% in excess of Rs 7L
4	More than 10,00,000 upto 12,00,000	15% in excess of Rs 10L
5	More than 12,00,000 upto 15,00,000	20% in excess of Rs 12L
6	More than 15,00,000	30% in excess of Rs 15L

Solution 1 : Total Income = 12,40,000

Forward Calculation

Tax on 1st 300,000 = NIL

Total Tax = 88,000

Tax on Next 400,000
(4,00,000 × 5%) = 20,000

Tax on Next 300,000
(300,000 × 10%) = 30,000

Tax on Next 2,00,000
(2,00,000 × 15%) = 30,000

Tax on Balance 40,000 = 8,000
(40,000 × 20%)

o Reverse calculation

- Tax on Income in excess of Rs. 12L = 8,000
(40,000 × 20%)
- Tax on Income in excess of Rs. 10L = 30,000
(2,00,000 × 15%)
- Tax on Income in excess of Rs. 7L = 30,000
(300,000 × 10%)
- Tax on Income in excess of Rs. 3L = 20,000
(4,00,000 × 5%)
- Tax on Bal. 3L = NIL

Tax = 88,000

Solution:2 Total Income = 18,10,000.

o Reverse calculation

- Tax on Income in Excess of Rs. 15L = 93,000
(3,10,000 × 30%)
- Tax on Income in excess of Rs. 12L = 60,000
(300,000 × 20%)
- Tax on Income in excess of Rs. 10L = 30,000
(2,00,000 × 15%)
- Tax on Income in excess of Rs. 7L = 30,000
(3,00,000 × 10%)
- Tax on Income in excess of 3L = 20,000
(4,00,000 × 5%)
- Tax on Bal. 3L = NIL

Tax = 2,33,000

→ Health and Education Cess



Applicable for ALL Assessee.

- 4% Health and Education Cess on Total Tax.

Questions:-

Assessee	R.S	Age	TI	Final Tax
✓ Nimbu	R	40	9,40,000	45,760
✓ Mirch	R	60	12,80,000	99,840
✓ Kaddu	R	80	16,40,000	1,89,280
✓ Pudina	R	90	14,80,000	1,41,440
✓ Shimla	R	45	98,10,000	42,640
Amla	NR	25	8,15,000	32,760
Kishmish	NR	55	7,90,000	308,160
Badam	NR	75	11,90,000	81,640.
Kaju	NR	82	18,40,000	2,42,000 *
WP Pista	NR	46	46,00,000	11,12,800
Bhindi	NR	52	49,00,000	12,66,400
WP Muli	R	60	1,40,00,000	40,45,600
WP Pyaz	NR	90	14,00,000	1,24,800
WP Begon	R	42	15,90,000	1,73,680
Kathal.	R	81	11,70,000	78,520.

Solution: 10 Total Income = 46,00,000 Forward Calculation

Particulars	Amount
Tax on 1st 300,000	NIL
Tax on Next 4,00,000 (4,00,000 × 5%)	20,000
Tax on Next 3,00,000 (3,00,000 × 10%)	30,000
Tax on Next 2,00,000 (2,00,000 × 15%)	30,000
Tax on Next 3,00,000 (3,00,000 × 20%)	60,000
Tax on Balance 31,00,000 (31,00,000 × 30%)	9,30,000
Total Tax	10,70,000
Less @ 4%	42,800
Final Tax	11,12,800

Solution: 13 Total Income : 1,40,00,000 Forward Calculation.

Particulars	Amount
Tax on 1st 300,000	NIL
Tax on Next 4,00,000 (4,00,000 × 5%)	20,000
Tax on Next 3,00,000 (3,00,000 × 10%)	30,000
Tax on Next 2,00,000 (2,00,000 × 15%)	30,000
Tax on Next 300,000 (300,000 × 20%)	60,000
Tax on Balance 31,00,000 ^{12,500,000} [31,00,000 × 30%]	9,30,000 ^{37,50,000}
Total Tax	38,90,000
Less @ 4%	1,55,600
Final Tax	40,45,600

Solution: 14 Total Income :- 14,00,000 Forward calculation.

Particulars	Amount
Tax on 1st 300,000	NIL.
Tax on Next 4,00,000 [4,00,000 × 5%.]	20,000
Tax on Next 300,000 [300,000 × 10%.]	30,000
Tax on Next 2,00,000 [2,00,000 × 15%.]	30,000
Tax on Bal. 2,00,000 (2,00,000 × 20%.)	40,000
Total Tax	1,20,000
Less @ 4%.	4,800
Final Tax.	1,24,800

Solution: 16 Total Income :- 15,90,000 Forward calculation.

Particulars	Amount
Tax on 1st 300,000	NIL
Tax on 400,000 [4,00,000 × 5%.]	20,000
Tax on 300,000 [300,000 × 10%.]	30,000
Tax on 2,00,000 [2,00,000 × 15%.]	30,000
Tax on 3,00,000 [3,00,000 × 20%.]	60,000
Tax on Balance 90,000 [90,000 × 30%.]	27,000
Total Tax	1,67,000
Less @ 4%.	6,600
Final Tax	173,600