→ PROFIT AS PER BOOKS / NET PROFIT AS PER P&L	xxx
Add : DEDUCTIONS NOT ALLOWED / THINGS TO BE ADDED TO INCOME	
1. Undervaluation of stock (closing)	xxx
2. Advertisment in the souvenir of political party ↳ Only for co.	xxx
3. Payment to electoral trust by Cheque Ye dono yahan add ho jayege & baad me 80 GGB/GGC me deduct^n milega	xxx
4. GST Demand → Penalty For Delayed Filing Of Return. ↳ Breach of Law	xxx
5. Expense On Issue Of Right Shares	xxx
6. Franchisee Fees If Paid Is Added Back And Depn@25% Is Allowed	xxx
7. Loss Due To Destruction Of Machinery Due To Fire ↳ Capital Nature ↳ Add if debited in P&L ↳ Iska scrap value agar P&L me credit kiya hai to (-) kar denge and PL&M ke WDV se reduce kar denge	xxx
8. Compounding Fees / Regularisation Fees → Breach Of Law	xxx
9. Industrial Power Tarrif Concession Recd. From Govt. Will Always Be Included In Income (ICDS Point)	xxx
10. Provision For Gratuity Based On Acturial Valuation	xxx
11. Public Issue Of Shares Ke Expenses ↳ Even if SEBI ne clear nahi kiya tab bhi disallow ho jayega because capital Nature ↳ Exp. for increasing Auth. Capital bhi disallow hoga	xxx
12. Payment Of Interest To Cooperative Bank After Due Date Of 139 (1) -43 B	xxx

13. Discount Given By Sundry Creditors / Waived → 41(1)	xxx
14. Purchase Of Anything At Price Higher Than M.V. → 40 A (2)	xxx
15. GST Amt not Refunded To Customer Out Of GST Refund.	xxx
16. Contri In Employee Pension Scheme In Excess Of 14%. [Basic + DA(Terms)] ↳ NPS-80CCD	xxx
17. CSR Expenditure	xxx
18. Provision For Deferred Tax	xxx
19. Expert Opinion Charges & Development Charges Paid For Capital Assets	xxx
20. Payment For Freebies / Gifts To Doctors	xxx
21. Exp. On Transfer Of Carbon Credits	xxx
22. Exp. Of Foreign Travel Of Director For Collaboration Agreement (not related To Business) Which Failed To Materialize → Capital Nature Exp. Nature → Not Allowed	xxx
30% disallowed 40(a)(ia) 23. Fees Paid To Independent / Non- Executive Director Without Deduction Of Tds ↳ TDS deduct karna padta hai u/s 194J → No Threshold limit	xxx
24. Expense On Expansion Of New Business & Project Was Abandoned Without Creation Of New Asset ↳ Exp. are Capital in Nature	xxx
25. Claim For Escalation Of Prices In Ongoing Contracts. ↳ Taxable in the year in which reasonable certainity of its realisation is received.	xxx

26. 4/5 Th Of VRS Compensation Paid To Employees.	xxx
27. Interest U/s 234B For Short Payment Of Advance Tax.	xxx
28. → Payment To Middleman For Purchase Of Crab, Lobster In Excess Of 10,000 → Sec 40A (3) → Not Covered Under 6DD ↳ Payment To Fisherman In Excess Of 10000 → Allowed Under Rule 6DD → Payment To Wholesale Trader For Purchase Of Wheat From Mandi In Excess Of 10000 → Not Allowed ↳ PAYMENT TO FARMER IN EXCESS OF 10000 → allowed under Rule 6DD	xxx
29. Provision For Loss Of Subsidiary	xxx
30. Amount Spent Out Of Nabard A/c – If utilisation is not permissible – If utilisation is done after end of P.Y.	xxx
31. Marked To Market Loss → If Not As Per ICDS	xxx
32. Retention Money is Included In Income	xxx
33. Direct Tax → Tax Interest Penalty Not Allowed	xxx
34. Interest On Loan Taken For Payment Of Income Tax	xxx
35. Payment To Consultant For Opening A New Business ↳ Capital Nature	xxx
36. Illegal Expenditure / Secret Commission	xxx
37. Additional Depreciation Allowed Will Be Added Back If Assessee Opts For 115 BAA / BAB / BAC	xxx

38. Retrenchment Compensation On Closure Of Entire Business → Capital Nature	xxx
39. Bad Debts Recovery In Excess Of Unallowed Portion	xxx
40. If Outstanding Interest Is Converted Into Debenture Or Any Instrument Which Defers The Liability	xxx
41. Waiver Of Principal Part Of Working Capital Loan	xxx
42. Donation To Swacch Bharat Kosh/PM Cares Fund ↳ Added Here & Allowed U/s 80G → If Not Paid In Cash	xxx
43. Int. and Borrowing Cost included In Opening Stock (ICDS II)	xxx
44. Int. To Partner On Capital A/c, Current A/c, Loan A/c — In Excess Of 12%	xxx
45. Payment To Share Brokers In Relation To Equity Shares (without deducting TDS) ↳ Depends on assumption • If Assessee Has Share Trading Business → Allowed → No Tds On Payment To Share Brokers • If Assessee Does not Have Share Trading Business → 100% Disallowed	xxx
46. Payment To Commodity Brokers Without Deducting TDS • If Commodity Transaction → Not Related To Business → 100% Disallowed • If Commodity Transaction → Related To Business → 30% Disallowed	xxx
47. Tax Paid By Employer On Non-monetary Perquisites.	xxx
48. Subsidy Received from Central Govt. → Taxable in the year of receipt	xxx

49. Interest on Margin Money deposited with Bank for obtaining Bank Guarantee | xxx

↳ PGBP Income

50. Salary paid to foreign technicians for installation of Machinery | xxx

↳ Added to Cost of Asset

51. Following Deductions shall be added back if Assessee opts for 115BAA:

Addnl Dep., Scientific donation, VI-A Dedns(80JJAA,LA,M)

52. Interest on Loan Borrowed for Acquiring Shares | xxx

↳ Added here & reduced from Dividend Income (Upto 20% of Dividend)

53. Any Provision | xxx

LESS : DEDUCTIONS ALLOWED/THINGS TO BE DEDUCTED FROM INCOME

1. Overvaluation Of CL. Stock	xxx
Int. IFOS Me Tax ho Jayega 2. Income Tax Refund & Interest	xxx
3. Exp. On Issue of Bonus Shares	xxx
4. Loss By Theft / Decoity Allowed If Incidental To Business	xxx
5. EmployER's Contri To EPF If Paid Before D. D. Of 139 (1)	xxx
6. EmployEE's Contri To EPF If Paid Before D. D. Of That Act (PF Act)	xxx
7. Payment To Transporter Without Deducting TDS If Transporter Opts Presumptive Tax Gives Declaration In This Regard.	xxx
8. Dividend Recd From Foreign Co. Treated As Normal Dividend Yahan Se Less Kar Denge Taxable Under IFOS	xxx
9. Legal Fees Incurred In Defending Title of Factory Premises Incurred For Purpose of Business → Dalmia Jain V/s CIT	xxx
10. Payment Of New Installment Of Loan Converted From Arrears Of Interest	xxx
11. Actual Gratuity Paid	xxx
12. Provision For Payment To Workers Estimated On Wage & Reasonable Certainity Of Revision	xxx

13. STT Paid.	xxx
14. Commission Paid To Recovery Agent For Realisation Of Debt-DCIT V/s Super Tannery Ltd.	xxx
15. Jo Pichle Saal 40 (a) (ia) Me Disallow Hua Tha 30%, Is Saal Allow Hoga	xxx
16. Payment Towards Feasibility Study Conducted For Tech Advancement Related To Business ↳ fail / abondon without creation of new asset hua bhi to chalega	xxx
17. Profit From Hedging Contract For Safeguarding Against Any Loss That May Arise Due To Currency Fluctuation ↳ has To Be Adj. With Cost Of PL & M .	xxx
18. Glow Sign Board Ka Cost Revenue Exp. hai	xxx
19. Discount On Issue Of Debentures → Eg. If 5yrs, Then 1/5 Allowed Allowable over the tenure of debentures.	xxx
20. GST Interest → Interest On Delayed Filing Of Return	xxx
21. Purchase Omitted In Books Of Account	xxx
22. Profit On Sale Of Land To 100% Subsidiary (indian) ↳ Treated In Capital Gain → Not A Transfer → Sec 47 (iv) → No CG.	xxx
23. Additional Consideration Received From State Govt. Due To Interim Order Of Court. ↳ Taxable in the year in which final order is passed	xxx
24. Grant Received From State Govt. For Acquisition Of Asset → Reduced From Actual Cost	xxx

25. Cost Of Abandoned Film – Allowed As Revenue Exp.	xxx
26. Sponsorship Fee For Local Cricket Tournament ↳ If incurred for promotion of Business out of Business expidiency → allowable u/s 37.	xxx
27. Penalty Paid To Gov. For Failure Of Performance In Contract → Breach Of Contract → Allowed	xxx
28. Expenses For Bringing Drinking Water To Village Where Factory Is Situated → Allowed u/s 37(1)	xxx
29. Contri To Research Institution For Scientific Research, Even If Afterwards Its Approval Is Withdrawn	xxx
30. Expenditure For Which Invoice Is Not Available ↳ But Goods Inward Report & online payment proof – available	xxx
31. Payment To Nr Whose Income Is Not Chargable To Tax In India Without Deducting Tax (without TDS)	xxx
32. Payment Upto Rs. 50000 In Cash To Employee On His Retirement – Allowed	xxx
33. Payment to an employee who is posted in a other place → other than his normal place of duty for 15 days or more	xxx
↳ IN CASH ↳ TDS must be deducted ↳ not have Bank A/c there	xxx
34. Contribution To National Fund For Rural Development ↳ Allowed U/s 35 CCA → Also Allowed u/s 115 BAB	xxx
35. Retrenchment Compensation On Closure Of Some Of Business Units → Revenue In Nature	

36. Rental Income Of Company Opting 115 BAB	xxx
↳ Yahan deduct karenge -Taxable under House Property	
↳ But municipal Tax & std dedn not allowed u/s 115 BAB — All this is allowed u/s 115BAA	
37. Amount Waived By Bank On Arrears Of Interest	xxx
↳ not allowed as deduction. So not included in Income	
38. Interest & Borrowing Cost Included In Closing Stock (ICDS II)	xxx
39. Expense On Issue Of Convertible Debenture. → Revenue Exp.	xxx
40. Interest On Share Application Money Deposited In Bank	xxx
↳ adj. with Share issue expenses.	
41. Rent Received From Vacant Land	xxx
↳ Reduced from here and taxable under IFOS	
42. Rent Received From commercial Property	xxx
↳ Reduced from Here and Taxable under House Property	
43. Proceeds From Issue of shares At Price > FMV	xxx
↳ Reduced from Here and not taxable under IFOS	
44. Interest payable converted to Equity shares treated as Actual payment u/s 43B	xxx
45. Contribution of Expenditure to State Housing Board towards tenements for employees & ownership remains with State Housing Board ↳ Revenue Exp	xxx
46. Contribution to a wholly owned subsidiary for construction of a school for the benefit of its employees is allowable u/s 37(1)	xxx
47. Allow Depreciation @ 15% on Printer if it is integral part of any plant installed in a factory	xxx
	xxx
	xxx

48. In-house Capital & Revenue Exp. is allowed if Co. has opted 115BAA — xxx

49. Amt. paid to Micro (2.5cr/10cr) or Small (25cr/100cr) Enterprise within time - Allowed on Accrual Basis — xxx

If not paid within time → Allowed on payment Basis

50. Bonus paid < To Trust & Not to Employees } If paid before due date of 139(1) — xxx

51. Non- Compete Fees Paid - Allowed as Revenue Expense

52. VI-A Deduction Points:

80M: Div. paid xxx ↓ w.e. is lower
[Div. Recd. - Expenses(20%)]. xxx

80IAB: 100% of profits from business of developing and building rental housing projects. No dedn is allowed in respect of income from housing project executed as a work contractor]

NET PROFIT BEFORE ALLOWING Dedn U/S 33 AB

(-) Dedn U/S 33 AB

(i) Amount Deposited In Nabard	XX	w.e is lower
(ii) 40% Of PGBP Before Dedn Of 33AB	XX	
Income After Dedn u/s 33AB	XX	

(-) AGRICULTURAL PORTION

T	R	C
60%.	65%	75%

PGPB Income Chargable To Tax — xxx

B/F LOSS IS NOT ALLOWED TO SET OFF IF 51% SHARES → not held by same person → as in the year of c/f of loss. — xxx

TAX RATES - company 25% / 30%
↳ IF OPTED 115 BAB

+ Surcharge 10% mandatury
+ 4% cess

→ PGBP Income -15% — xxx
→ House Property 22%
→ IFOS
→ STCG < Depriciable Asset - 15% / (Non-Depriciable Asset-22%