Lec 1 4 April

Chapter = 3
Exempt Income

* Calculation of Agricultural income :-

Tea / Coffee / Rubber.

Eg

Coffee grown & Cured in India & sold for ₹ 80 lakh
Expenses for production 20l. Find Agri & Non Agri Income.

SV	80l
Exp.	(20l)
Income	60l

Agri income 75% = 45l
Non Agri income 25% = 15l

* Calculation in Case of other

Que Tomatoes grow
Total Cost of Calculation 30lakh
40% sold in the market at ₹ 19 lakh.
Remaining 60% was converted into Ketchup and sold for ₹ 80 lakh

MV of such tomatoes was ₹ 35 lakh
Processing Cost ₹ 6 lakh

Find agri & Non agri income

Spiral

Date..........

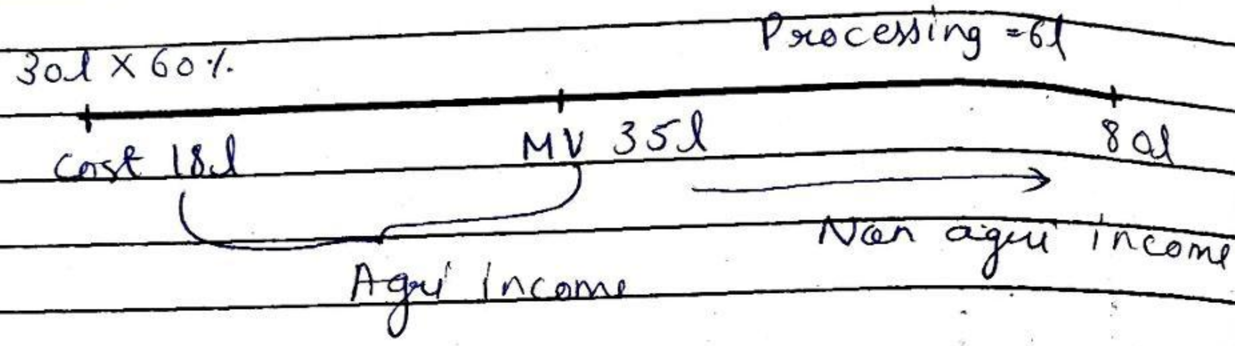
40%

Sale Value 19l

(-) Cost (30l × 40%) (12l)

7 lakh Agri income.

60%



Agri income = 35l − 18l = 17l

Non Agri income = SV 80l

(-) Process (6l)

(-) Cost (35l)

39l

Agri = 7l + 17l = 24l

Non Agri = = 39l.

Lec 2 5 April

Date.......................

* Scheme of Partial Integration

→ Applicable

· Slab → Indi / HUF / AOP / BOI / AJP

+

Agri income > 5000

+

Non-Agri income > Basic exemption limit
[5 Heads income]

old = 2.5l / 3l / 5l
New = 3l

Eg
Agri inc 3l
Non Agri 4l old regime

Step ① सारी income Normal income मान ली है

Tax on Agri + Non Agri
3l + 4l = 7l
= 52,500

2l × 20% ~~140000~~
5l — 5% $\boxed{12500}$
2.5l — 0
0

Step ② Agri income Add basic exempt^n limit → then tax calculate

Tax on 5.5l.
on 2.5l → Nil
on 5l → 12,500
on 50000 × 20% = 10,000
22,500

Agri 3l + 2.5l = 5.5l
0

Step ③ Step 1 − Step 2
52,500 − 22,500
= 30,000
+ 4% Cess 1200
31,200

[In short 1.5l पर Tax lagaya. but 5% पर नई लगाना that's why ye follow karna hai steps]

Note:- Rebate has to be deducted.

Date......................

Que old Regime
Individual
Agri income 7.5l
Non Agri income 6l
Find tax liability

Step (1) Agri + Non Agri
7.5l + 6l = 13.5l

Tax on 13.5l = 2,17,500

Step (2) Tax on BEL + Agri income
2.5l + 7.5l = 10l
(old Regime)

Tax on 10l = 1,12,500

Step (3) Step 1 − Step 2

2,17,500 − 1,12,500

⇒ 1,05,000
+ 4% Cess 4200
109200

Rebate ⊗ Non Agri limit > 5 lakh

Date.......................

Section 10AA   SEZ (Special Economic Zone)   115BAC (X)

Export profits = Exempt ✓

0 - 5 years = 100 %
6th yr + 10yr = 50 %
11th yr - 15th yr = $\underbrace{\text{50\% or amt invested in SEZ}}_{\text{lower}}$ Reserve A/c

Ex Export profit 70l

70l = 0-5 year = 70l exempt
>5 - 10yr = 50% exempt 35l
>10 - 15yr = 70l = 50% = 35l

Reserve invest ~~30l~~ = $\underbrace{\text{35l or 30l}}_{\text{lower}}$

Exempt = 30l
70l - 30l = Taxable = 40l

Que PY 24-25 = 7th year
Profit = 20l
Domestic sale = 3 Cr
Export Sale = 7 Cr

Find exempt & taxable amt u/s 10AA

Profit = 20l × $\frac{7 Cr}{10 Cr}$ $\frac{\text{Export}}{\text{Total sale}}$

Spiral

Date.......................

Domestic profit = 6l
profit Export = 14l

Export 7^{th} 50% Exempt
14l − 7l Exempt = 7l taxable

Total taxable 7l + 6l = 13l taxable
domestic

Que Domestic T/over = 2 Cr
Export T/over = 6 Cr
[including freight /
Telecom Charges] 8 Cr
1 Cr.

Profit = 40l
3rd Year of SEZ

Find Exempt income

Concept

Freight / Telecom / Insurance Excluded from T/over

Export (6 Cr − 1 Cr) = 5 Cr
Domestic (+) 2 Cr
Total 7 Cr

$40l \times \frac{5 Cr}{7 Cr}$ = 28,57,142.86
↓
100% exempt
3rd year