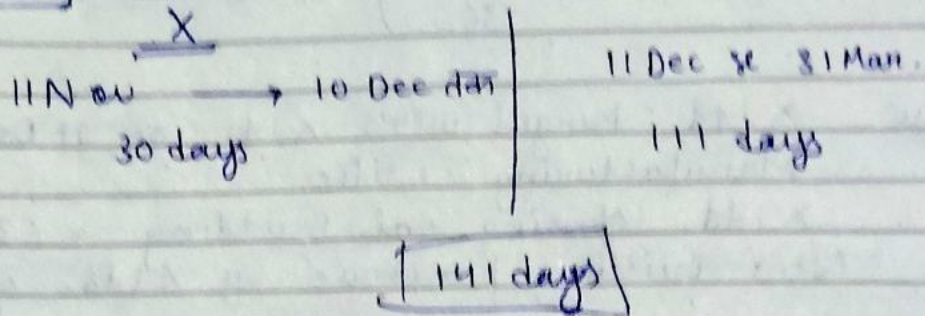


New Building



\* Calculation if whole of the block ceases to exist (Block of Asset ceased to exist) (Passive block sell Kar dia)

(I) Asset Block (A-B-C) 50 lakh

'B' sell (Asset) (sell Asset) (32 lakh)  
 Balance 18 lakh

(Normal dep.)

(II) Asset Block (A-B-C) 50 lakh

'B' sell (ABC Value 50) (54 lakh)  
 Balance 4 lakh (short term cap gain)

If New pur 'D' = 10 lakh the ACD Asset 10 lakh  
 Cap gain  $\rightarrow$  head (L) PGBP (XX)

(III) Asset Block (A-B-C) 50 lakh

(ABC) sell 68 lakh  
 short term cap gain 18 lakh

(IV) Asset Block (A-B-C) 50 lakh

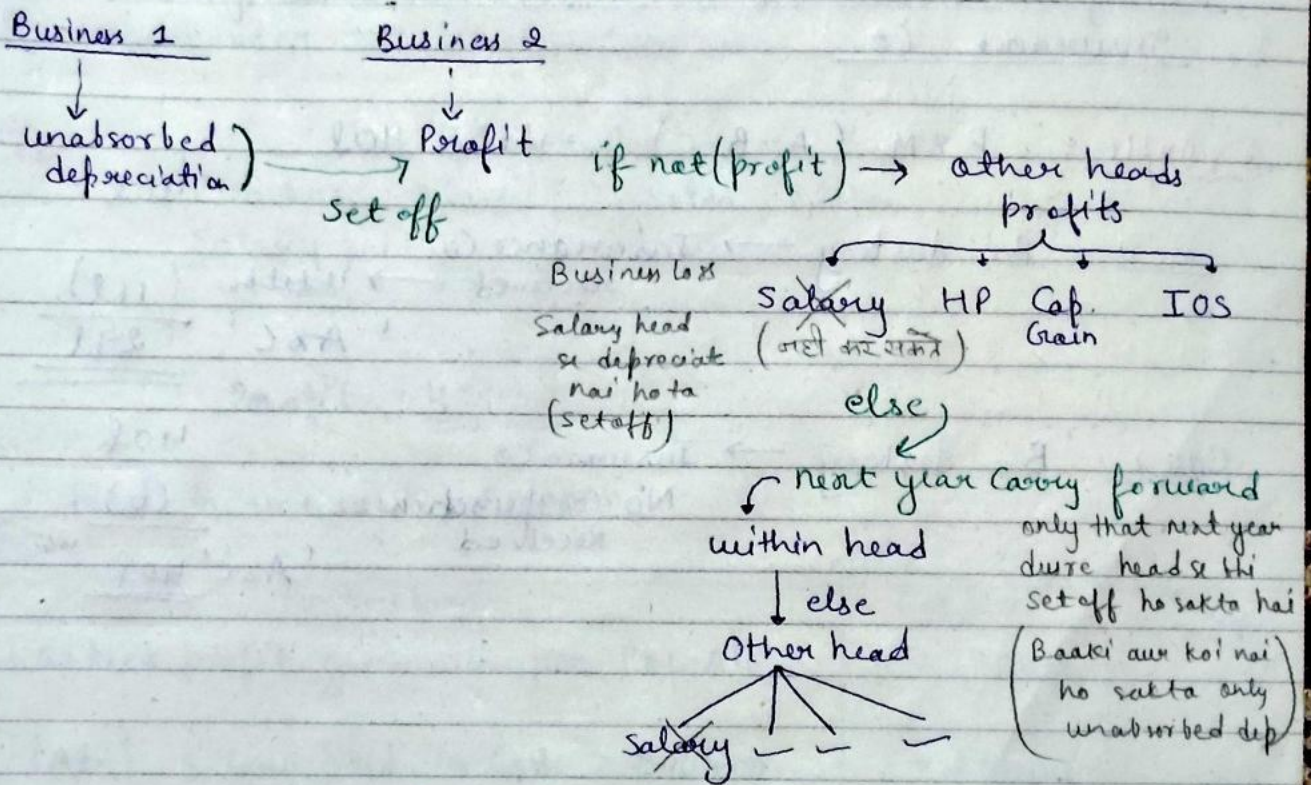
(ABC) sell 39.54 lakh  
 short term cap. loss 11 lakh

Block ceased / cease to exist (384 case)

\* Unabsorbed depreciation (is like current year dep)

Eg PY 24-25

Profit	20 lakh	
Depreciation	(26 lakh)	dep absorb nai ho paya. Profit kam pad gya.
	<u>6 lakh</u>	→ unabsorbed depreciation



Carry forward = Indefinite no. of years

NOTE :- Sequence of set off

- Business loss (step 2) → (life 8 years)
- unabsorbed depreciation (step 3) → (life = indefinite years)
- Current year depreciation (step 1) → (Mandatory to claim depreciation)

\* Adjustment in case asset gets destroyed and money is received / Asset is received from Insurance Co.

Example :- P & M (A-B-C) = Value 40l

Case 1 'B' destroy → Insurance Co. received → 11lakh (11l)  
'A&C' 29l

Case 2 'B' destroy → Insurance Co. 40l  
No. Compensation Received - (0)  
'A&C' 40l

Depreciation

Heads  $\begin{cases} \rightarrow \text{HP (X)} \\ \rightarrow \text{Salary (X)} \\ \rightarrow \text{Business exp.} \end{cases}$   $\rightarrow$  Govt Can  $\rightarrow$  Restrict Cash

\* Section 40A (3)

Cash payment  $> \text{₹} 10,000$

- to a single person
- in a single day

Full amount disallow

To transporter  $\rightarrow$  limit 35,000

Eg

P&L	
Purchase 3 lakh	Sales 8 lakh
Salary paid in Cash 25K	
Profit <u>4,75,000</u>	

Find income under PGBP.

sol

Particulars	(₹) Amt
(a) Net profit given as per P&L A/c	4,75,000
(Add) Salary paid in Cash $> \text{₹} 10,000$	+ 25,000
Disallowed u/s 40A (3)	
PGBP	<u>5,00,000</u>

NOTE :- Cash disallowed

→ means less nai kar payenge.

Allowed what? → Payment like UPI, RTGS, NEFT, UPI.  
A/c Payee cheque etc.

Cash cheque X

Crossed cheque X

→ Cash nai nikal sakte

Bearer cheque X

→ jiske Pass cheque hai wo nikal sakte hain  
no matter kiska naam likha hai

A/c Payee →

uska naam likha hai  
uski ko milenge

(Cheque pe A/c Payee  
likh dia naam ke  
aage)

Que Purchase Goods ₹ 40,000

25,000 paid by A/c payee cheque.

15,000 paid by Cash / Bearer / Crossed cheque.

Find amount allowed.

Allowed = 25,000

Disallowed = 15,000

In this case 25,000 expense will be allowed & 15,000 will be disallowed.

Que Purchase ₹ 38,000

28,000 paid by bank

10,000 paid In Cash

Find amt. disallowed.

Disallowed = 0

Full expenses allowed 38,000

Que Purchased goods worth ₹ 20,000 from sneha  
on 5 June 2024  
10,000 paid in Cash on 8 June  
10,000 in Cash 9 June

Fully allowed.

Que Purchase ₹16,000 on 16 Nov 2024  
10,000 paid in Cash on 19 Nov 2024  
6,000 paid in cash in evening on 19 Nov 2024

₹16,000 fully disallowed

(Pg 6.34) Rule 6DD (exceptions) (Cash pay more than > ₹10K)

- (1) RBI / Bank / SBI / <sup>Primary</sup> PACS / <sup>agri co society</sup> Co-op. / land ment / LIC  
Saving A/c 102  
Current A/c 502
- (2) Farmers / Apiculture / Horticulture / Live stock / Animal Husbandary /  
fishery etc.
- (3) To Govt.
- (4) Cottage (without the aid of power)  
(Handmade)
- (5) Retirement → employe → max ₹50,000

(6) employee → min 15 days away → Banking facility }  
 (कर्मचारी) (बैंक)

Cash ✓  
 TDS ✓  
 cut

(7) Village payment → Bank (X)

(8) Currency Dealer

(9) Through an agent (above all cases agent ko through pay karna)

Que Find income under the head PGBP.

Purchase 28,00,000 (4L paid in cash)	Sales 60,00,000
Depreciation 3,50,000	Agricultural income 11,00,000
Profit 39,50,000	

Depreciation as per Income Tax Act is ₹4,20,000

→ Calculation of income under the Head PGBP for PY 24-25

Particulars	(₹) Amt
Given profit as per P&L A/c	39,50,000
(less) Agricultural income [exempt u/s 10(1)]	(11,00,000)
Add Cash purchase [disallowed u/s 40A(3)]	4,00,000

Add Depreciation as Per P&L Alc	350000
less Dep. as per I-Tax Act	(420000)
PGIBP	<u>3180000</u>

### Lec 7 6 Mar

Que Given P&L

P & L	
Purchase 13 lakh	Sales 30l
Dep. 8 lakh	Rent Rec 10l for letout building
Profit <u>19 lakh</u>	

Note = Dep as per I-Tax Act 670,000  
Find GT Income.

→ Calculation ~~Income under the head~~ PGIBP  
of GT Income.

(1) House property

Rent receive.	10.00.000
standard deduction 30% u/s 24(a)	(3.00.000)
PGIBP	<u>7.00.000</u>

(2) PGBP

Profit	19,00,000
less Rent let out build (Taxable under HP)	(10,00,000)
Add Dep as per books	8,00,000
less Dep. IT Act	(6,70,000)
G.T Income. (PGBP Income under the Head PGBP)	<u><u>10,30,000</u></u>

(Pg 6.18) \* Scientific Research

Section 35

✓ IISBA

✗ IISBAC

In house (max 3 years prior to commencement of business)

Contribution to outsider

Before Commencement (QNT Business start)      After Commencement (QTS Business start)

approved IIT's / Companies

100% outsider allowed.

Revenue expenditure  
100%

Capital expenditure  
100%

Revenue expenditure  
100%

Capital expenditure  
100%

but only Salary material Perquisite (X)

land (X) deduction nai milaga

land (X) deduction nai milaga