

→ (Old Regime) Normal slab ⇒
 Individual / HUF / AOP / BOI / AJP
 'R' → below 60 years
 NR → Any age.

Total Income	Rate
0 to 2.5 lakhs	Nil
> 2.5 lakhs upto 5 lakhs	5%
> 5 lakhs upto 10 lakhs	20%
> 10 lakhs	30%

Q1 Individual Total income = ₹20,000 p.m.
 Find tax liability.

Total income p.a = $20,000 \times 12 \Rightarrow 2,40,000$
 \therefore tax liability \Rightarrow Nil

Q2 Individual Total Income = ₹3,60,000 p.a.

2,50,000 - Nil
 upto 5 lakhs - $1,10,000 \times 5\% = 5,500$
 \therefore Tax liability $\Rightarrow 5,500$

* Health & education tax = 4% on tax

$5,500 \times 4\% = 220$
 $= 5,500 + 220$
 $\Rightarrow 5,720$

\therefore Final tax liability = 5,720

Q3 Total income = 4,90,000
 2,50,000 = Nil
 upto 5 lakh = 2,40,000 × 5% = 12,000
 Tax liability = 12,000
 Health & edu cess = 4% × 12,000 = 480
 ∴ Final Tax liability = 12,480.

Q4 T.I. = 5,00,000
 2,50,000 = Nil
 upto 5 lakh = 2,50,000 × 5% = 12,500
 12,500
 12,500 × 4% = 500
 12,500 + 500
 ∴ Final T.l = 13,000

Q5 T.I. = 6,00,000
 2,50k = Nil
 upto 5 lakh = 2,50,000 × 5% = 12,500
 upto 10 lakh = 1,00,000 × 5% = 20,000
 20,000 + 12,500 = 32,500
~~32,000~~ 32,500
 32,500 × 4% = 1,300
 32,500 + 1,300 = 33,800
 ∴ final tax liability = 33,280

Q6 T. Income = 7,00,000

upto = 250000 = Nil

upto 5l $\rightarrow 2,50,000 \times 5\% = 12,500$

upto 10l $\rightarrow 2,00,000 \times 20\% = 40,000$

$40,000 + 12,500 \rightarrow 52,500$

$= 52,500 \times 4\% = 2,100$

$= 52,500 + 2,100$

Final T. I $\rightarrow 54,600$

Q7 T. Income = 12,00,000

upto 250k = Nil

upto 5l = $2,50,000 \times 5\% = 12,500$

upto 10l = $5,00,000 \times 20\% = 1,00,000$

upto > 10l = $2,00,000 \times 30\% = 60,000$

1,72,500

$1,72,500 \times 4\% = 6,900$

Final Tax I. \rightarrow 1,79,400

Homework

(1) Total Income = 9,00,000 \rightarrow 96,200

(2) = 13,00,000 \rightarrow 2,10,600

(3) = 50,00,000 \rightarrow 13,65,000

(4) = 4,70,000 \rightarrow 1,14,400

Homework solution

Sol1 TI = 9.00.000

10 lakh 900000	41 x 20% = 80000	
5 lakh	2.58 x 5% = 12500	
2.5 lakh		93500
0	Nil	x 4% 3700
		96200

Sol2 TI = 13.00.000

upto 3 lakh	32 x 30% = 96000	
10 lakh	52 x 20% = 104000	
5 lakh	2.52 x 5% = 12600	
2.5 lakh		202500
0	Nil	x 4% 8100
		210600

Sol3

5 lakh	30% ⇒ 12 lakh	
10 lakh	52 x 20%	
5 lakh	20% = 100000	
2.5 lakh	2.52 x 5%	
	5% = 12500	
0	Nil	1312500
		x 4% 52500
		1365000

Sol4

5 lakh 470000	220000 x 5%	
	= 11000	
2.5 lakh		440
0	Nil	x 4% 440
		11440

Lec 10 3 Feb

* Concept of Rounding off :-

Sec 288A Total income round off

Sec 288B Final tax payable

lag last digit before decimal :

greater than equal to 5 $\rightarrow \geq 5 =$ next multiple of 10
less than 5 $\rightarrow < 5 =$ Previous multiple of 10.

Eg ① Total income ~~54386~~ 54836.

Round off = 54840

② Total income 1473886.74. Find Tax liability.

Round off 1473890 u/s sec 288A.
Tax liability.

On 2,50,000 = Nil

On next 2.5 lakh @ 5% = 12,500

On next 5 lakh @ 20% = 1,00,000

On remaining 473890 @ 30% = 142167
254667

(+) Add Cess 4% = 10186.68

Final tax liability = 254667 + 10186
Tax before Round off = 264853
 \therefore 264850 u/s 288B