

② Foreign Co. T.I = 12,13,40,00.

$$\begin{array}{r}
 121314000 \times 35\% \\
 = 42459900 \\
 + 5\% \text{ surcharge } \quad 21,22,995 \\
 \hline
 44582895 \\
 + 4\% \text{ cess } \quad 1783315 \\
 \hline
 \underline{\underline{46366210}}
 \end{array}$$

Homework

Case ① Individual, T.I = 24340816.33Rs.
age 71 yrs, old & New Regime.

Case ② P. firm, T.I = 15,00,00,00

Homework solution.

Solⁿ 1 Round off = 24340820

u/s 288A

~~old~~

$$\begin{array}{r}
 7112246 \\
 + 25\% \text{ surcharge } \quad 177806 \\
 \hline
 8890307.5 \\
 + 4\% \text{ Cess } \quad 355612.3 \\
 \hline
 \underline{\underline{9245919.8}}
 \end{array}$$

	24340820	
(30%)	10 lakh	23340820 × 30% 7002246
(30%)	5 lakh	51 × 20% = 100,000
(5%)	3 lakh	21 × 5% = 10,000
	0	Nil
		<u>7112246</u>

Round off u/s 288B = 9245920

New

~~1/4~~

0 to 31 = 0

31 to 71 @ 5% = 20,000

71 to 101 @ 10% = 30,000

101 to 121 @ 15% = 30,000

121 to 151 @ 20% = 60,000

24340820 @ 30% = 6852246

6992246

+ 25% Surcharge 748061.5

8740307.5

+ 4% Cess 349612.3

9098919.8

Round off U/s 2888 = 9098920.

Solⁿ 2 :- 15,000,000 x 30%
= 45,00,000

+ 12% 54,000

Surcharge

50,40,000

4% Cess

201600

5241600

Example

① TI = 7,22,225, New Regime?, Individual.

Round off 288A = 7,22,230

<u>7,00,000</u>	<u>7,22,230</u>
0 to 3l = 0	0 to 3l = 0
3l to 7l = <u>20,000</u>	3l to 7l ^{5%} = <u>20,000</u>
<u>20,000</u>	22,230 × 10% = <u>2,223</u>
Rebate (20,000)	<u><u>2,223</u></u>
<u>0</u>	

(No Relief) 22,230 (Income) ↑↑ 22,223 (↓)

② T.I = 7,22,220 (On Presentation Basis)

→ Calculation of Tax liability.

Particulars	Amount (₹)
(A) Given total income	7,22,220
(B) Tax liability on 7,22,220, on 3l → 0 next 4l × 5% → 20,000 Remaining 22,220 × 10% → <u>2,222</u>	22,222
(c) Now checking Tax lia on T.I of	7,00,000

(D) Tax liability

0 to 3l \rightarrow Nil

73l to 7l \rightarrow 20,000

@ 5%

Amt before Rebate	20,000	
(-) Rebate u/s 87A	<u>20,000</u>	0

0

(E) Increase in income

[A-C] $7,22,220 - 7,00,000 = 22,220$

(F) Increase in Tax

[B-D] $22,222 - 0 = 22,222$

(G) Increase in Tax is more than increase in income.

\therefore Relief $\frac{22,222}{- 22,220}$

200.

(H) \therefore Tax payable

$22,222 - 200.$

+ 4% Cess

22,220

888

Amt before Round off \rightarrow

23,108 (A)

Final Tax liab. u/s 288B

23,110

Lec 14 06 Feb

* Concept of Marginal Relief :-

Example :-

Indi, TI 51 lakhs?

Default / New Regime

51 lakh

0 - 3l → 0
> 3 - 7l → 20,000
10l → 30,000
12l → 30,000
15l → 60,000
36 lakh @ 30% → 10,80,000

50 lakh

starting 15l = 1,40,000

35l @ 30% = 10,50,000

11,90,000

(Nosurcharge)

Before surcharge 12,20,000

Surcharge @ 10% 1,20,000

13,40,000

Inc. in Income
~~1 lakh~~

Inc. in Tax

Inc. in Tax

Inc. in Income

1,52,000

1,52,000

1 lakh

Marginal relief = Inc. in Tax - Inc. in income

1,52,000

1,00,000

52,000

→ Relief