Dr. V.K. Singhania's Book

ASSESSMENT YEAR: 2025-26 (New Tax Rates Regime)

73 rd Edition: August-2025 | **Case Study-4** | Ghansham K. Tyagi | 12-Dec-75

					Amount (Rs.)
SALARIES U/S 15-17					
Sec 17(1)	Basic Salary and Allowances			1,94,71,800	
Sec 17(2)	Value of Perquisites (House)	15% of 1,94,28,000		29,14,200	
Sec 17(3)	Profit in lieu of Salary				
			Gross Salary	2,23,86,000	
Sec 10	Less Exempt Allowances				
			Net Salary	2,23,86,000	
Sec 16(ia)	Less Standard Deduction			75,000	**2,23,11,000**
HOUSE PROPERTY U/S 22-27		Let-Out			
Gr Floor	Annual Value	Dr Shyam Bihari		4,00,000	
	Less Municipal Taxes Paid	1/2 of Rs. 34,000		17,000	
				3,83,000	
Sec 24	LESS: Deductions	Std Ded 30%	1,14,900		
	1/2 of Rs. 6,60,000	Interest	3,30,000	4,44,900	***-61,900***
First Floor	Annual Value	Jugal Furniture		6,00,000	
	Less Municipal Taxes Paid	1/2 of Rs. 34,000		17,000	
				5,83,000	
Sec 24	LESS: Deductions	Std Ded 30%	1,74,900		
	1/2 of Rs. 6,60,000	Interest	3,30,000	5,04,900	***78,100***
CAPITAL GAINS U/S 45 - 55					
	SHORT TERM CAPITAL GAIN				
	LONG TERM CAPITAL GAIN				
OTHER SOURCES U/S 56-59					
	Saving Bank Interest			37,000	
18/05/2024	Dividend (Gross)	27000 * 100 / 90		30,000	
	Gift from Non-Relative			74,000	**1,41,000**
GROSS TOTAL INCOME					**2,24,68,200**
LESS: DEDUCTIONS UNDER CHAPTER VI-A					
	Sec 80C	PPF	Not Allowed		
	Sec 80CCD (1)		Not Allowed		
	Sec 80CCD(1B) New Pension Scheme		Not Allowed		
	Sec 80D Mediclaim		Not Allowed		
	Sec 80D Mediclaim	Sr Citizen Parents	Not Allowed		
	Sec 80TTA SB Interest		Not Allowed		
TOTAL INCOME		22468200	Rounding Off u/s 288A		**2,24,68,200**
TAX ON TOTAL INCOME			**INCOME**	**TAX**	
	NORMAL INCOME		2,24,68,200	64,30,460	
Sec 87A	LESS : REBATE (Rs. 25000, if Total Income upto Rs. 7 Lakhs)				64,30,460
ADD : SURCHARGE @ 25%		*Surcharge for Dividend @ 15%*			16,06,756
					80,37,216
ADD : HEALTH & EDUCATION CESS (4 % on Income Tax + Surcharge)				4%	3,21,489
TOTAL TAX PAYABLE (including Surcharge & Cesses)					**83,58,705**
ADD : INTEREST U/S 234A & 234B (Ignored) 234C					
ADD : Late Fees U/S 234F (16/09/2025 to 31/12/2025) Rs. 5,000					5,000
TOTAL TAX AND INTEREST PAYABLE					**83,63,705**
TAX PAID U/S 199 :					
03-Mar-25	Advance Tax Paid U/S 210			26,000	
	T. D. S. U/S 192	Employer		83,75,000	
	T. D. S. U/S 194	Dividend		3,000	
	T. D. S. U/S 194-I (b)	Jugal Furniture		60,000	
					84,64,000
REFUND			Rounding Off u/s 288B		**-1,00,300**

Case-4 (New Regime-By Default)

			Exempted	
	Basic Salary	1,94,10,000		Filing Date 28-Jun-25
	Transport Allowance (Taxable)	18,000		Due date 16-Sep-25
ii	Children Education Allowance	1,800		**Late Fees**
	Leave Salary	42,000		**After 16/09/25**
		1,94,71,800		5,000
Lower	Rent-Free UnFurnished House	29,14,200		
	Rent Paid by Employer 48,00,000			
	15% of Basic + TA= Rs. 29,14,200			

Ground Floor- Rent Received (No TDS)		4,00,000
Municipal Tax paid		34,000
Interest on Housing Loan		6,60,000
First Floor- Rent Received (Net of 10% TDS)		5,40,000
(Gross Rent = 5,40,000 * 100 / 90)	6,00,000	

Saving Bank Interest		37,000
Dividend (TDS Rate 10%)	18/05/2024	27,000
Silver Chain Gift from NRI on Birthday		74,000

Public Prov Fund	1,30,000
NPS	73,000
Section 80D (Medical Insurance Premium)	
Self, Spouse, Minor Daughter	14,000
Independent Son	28,000
Father & Mother (Both Sr Citizens)	28,000

Income Tax	Any Age	
Upto 3,00,000	Nil	
3,00,001 to 7,00,000	5%	20,000
7,00,001 to 10,00,000	10%	30,000
10,00,001 to 12,00,000	15%	30,000
12,00,001 to 15,00,000	20%	60,000
Above 15,00,000	30%	62,90,460
		64,30,460
Average Tax (Rs. 64,30,460 / Rs. 2,24,68,200)		28.62%

Equity Dividend	Rs. 30,000	Equity Div	30,000
Tax on Dividend	Rs. 9,000	Average Tax	8,586
Surcharge @ 25%	Rs. 2,250	*Diff in SC @ 10%*	859

Details of Assets & Liabilities	Acq Cost	Mkt Value
Resi House Prop	36,10,000	N.A.
Motor Car (BMW) 2015-16	55,00,000	N.A.
PNB	8,250	
Cash in Hand	20,800	
	91,39,050	
Loan to Purchase car	4,10,800	