CASE 13.4

Shri Nikhil Deshpande

Mumbai · Below 60 years · salary, allowances, two houses and Chapter VIII

THE QUESTION

A. The case, in paragraphs

1. Shri Nikhil Deshpande, son of Shri Anant Rao Deshpande, was born on 3 June 1978 and is resident and ordinarily resident in India — PAN AFTPD6132J, Aadhaar 2298-6741-3305, mobile 9820451163, e-mail nikhil.deshpande@gmail.com. He lives at 1204, Sagar Darshan, Veera Desai Road, Andheri West, Mumbai 400053, Maharashtra, and has no other address.

2. He was in employment throughout the tax year 2026-27 with Konkan Chemicals Limited, a company in the private sector, whose tax deduction account number is MUMK02845D. His pay for the year was made up as follows —

Component of pay	Per month	For the year	Component of pay	Per month	For the year
Basic salary	₹ 1,40,000	₹ 16,80,000	Conveyance allowance [a]	₹ 6,000	₹ 72,000
Dearness allowance [b]	₹ 28,000	₹ 3,36,000	Uniform allowance [c]	₹ 2,000	₹ 24,000
House rent allowance	₹ 50,000	₹ 6,00,000	Medical allowance	₹ 1,250	₹ 15,000
Children education allowance [d]	₹ 8,000	₹ 96,000	City compensatory allowance	₹ 3,000	₹ 36,000
Hostel expenditure allowance [e]	₹ 10,000	₹ 1,20,000	Entertainment allowance	₹ 2,000	₹ 24,000
Performance bonus (March 2027)	—	₹ 2,00,000	**Gross salary for the year**		**₹ 32,03,000**

(a) No free conveyance is provided; he spent ₹ 60,000 on conveyance in the performance of his duties. (b) One-half enters into retirement benefits under the terms of employment. (c) He spent ₹ 18,000 on the safety uniform worn at the plant at Taloja. (d) ₹ 4,000 a month for each of his two children. (e) For the elder child, in a school hostel at Panchgani. He received no perquisite and no profit in lieu of salary, and paid tax on employment of ₹ 2,500 to the Municipal Corporation of Greater Mumbai.

3. The flat in which he lived throughout the year is not his own. It belongs to Smt. Asha Mehta, PAN BQZPM4417C, to whom he paid rent of ₹ 48,000 a month, ₹ 5,76,000 for the year, by transfer to her bank account.

4. He is the sole owner of two houses, each acquired with a home loan and let out for the whole year; the whole rent was realised, and no arrears or unrealised rent were received —

	Property 1 — Bandra West, Mumbai	Property 2 — Dundahera, Ghaziabad
Address	8, Shivneri Apartments, S. V. Road, Bandra West, Mumbai 400050, Maharashtra	D-212, Crossings Republic, NH-24 Service Road, Dundahera, Ghaziabad 201016, Uttar Pradesh
Tenant · PAN	Shri Vikram Chandra Joshi · AJTPJ6318K	Smt. Rekha Bhardwaj · CKMPB2298N
Rent · municipal taxes paid	₹ 8,40,000 · ₹ 42,000	₹ 4,80,000 · ₹ 24,000
Loan: bank · account · sanctioned	ICICI Bank Limited · 602405018734 · 10/06/2017	Axis Bank Limited · 920020047812365 · 16/11/2020
Loan · outstanding 31/03/2027 · interest	₹ 45,00,000 · ₹ 36,42,800 · ₹ 3,25,000	₹ 28,00,000 · ₹ 23,56,200 · ₹ 2,10,000
Tax deducted by the tenant	₹ 16,800, against the tenant's own PAN	Nil — the rent is below ₹ 50,000 a month

5. He earned interest of ₹ 19,000 on his savings bank accounts; interest of ₹ 2,20,000, gross, on fixed deposits with the State Bank of India; interest of ₹ 13,200 on an income-tax refund; and a dividend of ₹ 1,60,000, gross, on listed equity shares of Bharat Cements Limited, declared and paid on 28 May 2026.

6. Without any consideration, he received on his birthday, 3 June 2026, ₹ 15,000 by UPI from Shri Rohan Kulkarni, a colleague; ₹ 11,000 by UPI from Shri Kedar Deshpande, his cousin, the son of his father's brother; and ₹ 1,00,000 by cheque from Shri Madhav Gokhale, his mother's brother; and on Diwali, in November 2026, ₹ 25,000 by cheque from Shri Sameer Joshi, a friend.

7. He claims a deduction under Chapter VIII for every payment in Part B, and under section 153 for the interest of ₹ 19,000 on his savings accounts; and credit in this year for all the tax deducted from him at source (none was collected at source). His bank accounts are in Part B. He has no income from business or profession, no capital gain and no agricultural income; is not a director in any company; holds no unlisted equity share; has had no tax deducted on a cash withdrawal; and has no asset or signing authority outside India. He verifies and furnishes the return himself at Mumbai on 25 July 2027, the due

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date being 31 July 2027; it is neither a revised return nor one under the seventh proviso to section 263(1).

B. The particulars for the schedules

Sheet	Payment, or tax paid	Particulars for the schedule	Amount
S-123 section 123	Life insurance premium — LIC of India	Policy LIC/2011/005862, issued in 2011 · sum assured ₹ 5,00,000	₹ 42,000
	Life insurance premium — Tata AIA Life	Policy TAIA/2018/447193, issued in 2018 · sum assured ₹ 10,00,000	₹ 24,000
	Contribution to provident fund	Document identification number PF/TDS/2026-27/ND/0052197	₹ 72,000
	Tuition fees — first child	Residential school at Panchgani · receipt PRS/2026-27/00817, which also shows boarding and lodging charges of ₹ 1,38,000	₹ 21,000
	Tuition fees — second child	Day school at Andheri · receipt SVS/2026-27/02164	₹ 21,000
	Housing loan repaid — Property 1	ICICI Bank Limited · Home Loan Account No. 602405018734	₹ 1,18,000
	Housing loan repaid — Property 2	Axis Bank Limited · Home Loan Account No. 920020047812365	₹ 82,000
S-126 section 126	Health insurance — himself, his wife, aged 45, and their two children	ICICI Lombard General Insurance Company Limited · policy ICL/2023/H518236 · receipt ICL/R/2026/774512 · by net banking	₹ 25,000
	Health insurance — his parents, aged 79 and 74	Care Health Insurance Limited · policy CHI/2022/SC40918 · receipt CHI/R/2026/119384 · by cheque · the parents live on their own pension	₹ 47,000
	Preventive check-up — both parents	Paid in cash	₹ 5,000
S-129-132 section 129	Interest — education loan for his wife's two-year M.B.A.	HDFC Bank Limited, IFSC HDFC0001234 · a/c 89120004517326 · sanctioned 18/02/2023 · loan ₹ 15,00,000 · outstanding 31/03/2027 ₹ 7,46,200 · interest paid since the year 2023-24	₹ 78,600
	Interest — his brother's education loan	Axis Bank Limited · sanctioned 09/08/2024 · for his brother's B.Tech.	₹ 42,000
S-133 section 133	National Defence Fund	PMO, Seva Teerth, New Delhi 110011 (09-DELHI) · PAN AAAGN0009F · NEFT 15/08/2026, ref. HDFCN26228459013, IFSC HDFC0001234	₹ 25,000
	Sankalp Shiksha Foundation — a registered non-profit organisation approved under section 354	Plot 41, Paud Road, Kothrud, Pune 411038 (19-MAHARASHTRA) · PAN AAETS5417M · ARN AAETS5417MF2026000458 · cheque no. 004518 of 05/09/2026, IFSC HDFC0001234	₹ 60,000
	The same Foundation, at its annual day	Paid in cash on 14/11/2026	₹ 5,000
S-137 section 137	Lok Kalyan Party — registered under section 29A of the RP Act, 1951	PAN AAAAL7392J · UPI on 02/10/2026, reference 627514839201, IFSC HDFC0001234	₹ 40,000
	The same party, at a public meeting	Paid in cash on 26/01/2027	₹ 10,000
Schedule IT BSR code 0230118	Advance tax	Deposited on 15/09/2026 · challan no. 00592	₹ 35,000
	Advance tax	Deposited on 15/12/2026 · challan no. 01807	₹ 40,000
	Advance tax	Deposited on 15/03/2027 · challan no. 03264	₹ 40,000
	Self-assessment tax	Deposited on 10/06/2027 · challan no. 04933	₹ 9,590
TDS	Salary (Form 130)	Konkan Chemicals Limited · TAN MUMK02845D · section 392	₹ 5,30,000
	FD interest ₹ 2,20,000 (Form 131)	State Bank of India · TAN MUMS03917E · TDS code 1021	₹ 22,000
	Dividend ₹ 1,60,000 (Form 131)	Bharat Cements Limited · TAN MUMB07219C · TDS code 1029	₹ 16,000
	Rent ₹ 8,40,000 (Form 132)	Shri Vikram Chandra Joshi · PAN AJTPJ6318K · TDS code 1007	₹ 16,800
Bank accounts	Savings account — HDFC Bank	Account no. 50100234567 · IFSC HDFC0001234 · selected for the refund	—
	Savings account — State Bank of India	Account no. 30418762295 · IFSC SBIN0001492	—
	Savings account — ICICI Bank	Account no. 004801529836 · IFSC ICIC0000048	—

What you are required to do

Fill Form ITR-1 SAHAJ from the facts above, and compute the total income and the amount payable or refundable twice over, under each regime of the tax year; then say which regime costs him less.

- Solution 1 — the NEW regime, which is the default. Answer No at (A20); income-tax is computed under section 202(1).
- Solution 2 — the OLD regime. Answer Yes at (A20); the option under section 202(4) is exercised.

Note. Interest under sections 423, 424 and 425 is NOT COMPUTED in this paper. The rows remain on the form, because they are on the notified return, but nothing is worked out against them. In practical life the interest is charged, and the return of a real assessee would carry it.

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Case 13.4 - *Generate the income-tax return in Form ITR-1 SAHAJ for the tax year 2026-27*

Required - **(a)** under the new regime, section 202(1); **(b)** under the old regime, option of section 202(4) exercised.
Interest under sections 423, 424 and 425 is not to be computed.

Name	Nikhil Deshpande
Father's Name	Anant Rao Deshpande
PAN	AFTPD6132J
Aadhaar No.	2298-6741-3305
Date of birth	03/06/1978
Address	1204, Sagar Darshan, Veera Desai Road, Andheri West, Mumbai - 400053 (Maharashtra) - he has no other address
Mobile No.	9820451163
e-mail ID	nikhil.deshpande@gmail.com
Residential status	Resident and ordinarily resident
Return to be filed under which section	263(1), original return (not a revised return; not in response to any notice)
Name of employer	Konkan Chemicals Limited (a company in the private sector)
TAN of employer	MUMK02845D
Nature of employment	Others
Return filed under the seventh proviso	No
Representative assessee	No
No. of bank accounts held in India	3
Details of bank accounts	Name of bank: HDFC Bank / State Bank of India / ICICI Bank Account No.: 50100234567 / 30418762295 / 004801529836 IFS Code: HDFC0001234 / SBIN0001492 / ICIC0000048 Type of account: Savings / Savings / Savings Refund to be credited: Yes / No / No
Date of filing	25/07/2027 (the due date being 31/07/2027)
Place of filing return	Mumbai
Verification	By the assessee himself, in the capacity of Self

Income details - Income details are given below –

	Rs.
Income from salary (as per Form No. 130 given by employer)	
Basic salary (Rs. 1,40,000 p.m.)	16,80,000
Dearness allowance (Rs. 28,000 p.m.) - one-half enters into retirement benefits under the terms of employment	3,36,000
House rent allowance (Rs. 50,000 p.m.)	6,00,000
Children education allowance (Rs. 8,000 p.m. - Rs. 4,000 p.m. for each of his two children)	96,000
Hostel expenditure allowance (Rs. 10,000 p.m.) - for the elder child, in a school hostel at Panchgani	1,20,000
Conveyance allowance (Rs. 6,000 p.m.) - no free conveyance; Rs. 60,000 spent on conveyance in the performance of duties	72,000
Uniform allowance (Rs. 2,000 p.m.) - Rs. 18,000 spent on the safety uniform worn at the plant at Taloja	24,000
Medical allowance (Rs. 1,250 p.m.)	15,000
City compensatory allowance (Rs. 3,000 p.m.)	36,000
Entertainment allowance (Rs. 2,000 p.m.)	24,000
Performance bonus (March 2027)	2,00,000
Gross salary for the year	**32,03,000**
Tax on employment paid to the Municipal Corporation of Greater Mumbai	2,500
(No perquisite and no profit in lieu of salary. He lives in a rented flat - rent paid is given under other information)	
Income from house property - Property 1, Bandra West, Mumbai (let out for the whole year)	
Address : 8, Shivneri Apartments, S. V. Road, Bandra West, Mumbai - 400050 (Maharashtra)	
Tenant : Shri Vikram Chandra Joshi (PAN : AJTPJ6318K)	
Rent received for the year (the whole of it realised)	8,40,000
Municipal taxes paid during the year	42,000
Interest on borrowed capital	3,25,000
Income from house property - Property 2, Dundahera, Ghaziabad (let out for the whole year)	
Address : D-212, Crossings Republic, NH-24 Service Road, Dundahera, Ghaziabad - 201016 (Uttar Pradesh)	
Tenant : Smt. Rekha Bhardwaj (PAN : CKMPB2298N)	
Rent received for the year (the whole of it realised)	4,80,000
Municipal taxes paid during the year	24,000

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	Rs.
Interest on borrowed capital	2,10,000
(No arrears of rent and no unrealised rent; sole owner of both houses, 100 per cent)	
Income from other sources	
Interest on savings bank accounts	19,000
Interest on fixed deposits with State Bank of India (gross, before TDS)	2,20,000
Interest on income-tax refund	13,200
Dividend on listed equity shares of Bharat Cements Limited (declared and paid on 28/05/2026)	1,60,000
Sums of money received without consideration	
- 03/06/2026 (his birthday), by UPI, from Shri Rohan Kulkarni, a colleague	15,000
- 03/06/2026, by UPI, from Shri Kedar Deshpande, his cousin (son of his father's brother)	11,000
- 03/06/2026, by cheque, from Shri Madhav Gokhale, his mother's brother	1,00,000
- Diwali, November 2026, by cheque, from Shri Sameer Joshi, a friend	25,000

	Rs.
Deductions claimed from gross total income (details under other information)	
Under section 123 [life insurance, provident fund, tuition fees, housing loan repaid]	3,80,000
Under section 126 [health insurance - self and family, and parents; preventive check-up]	77,000
Under section 129 [interest on education loans]	1,20,600
Under section 133 [donations]	90,000
Under section 137 [contributions to a political party]	50,000
Under section 153 [interest on savings accounts]	19,000

Taxes paid - Details of taxes paid are given below –

	Rs.
Tax deducted at source (the whole of it claimed in this tax year; no tax collected at source)	
- On salary (Form 130; Konkan Chemicals Limited, TAN : MUMK02845D; section 392)	5,30,000
- On FD interest Rs. 2,20,000 (Form 131; State Bank of India, TAN : MUMS03917E; code 1021)	22,000
- On dividend Rs. 1,60,000 (Form 131; Bharat Cements Limited, TAN : MUMB07219C; code 1029)	16,000
- On rent Rs. 8,40,000 (Form 132; Shri Vikram Chandra Joshi, PAN : AJTPJ6318K; code 1007)	16,800
Advance tax paid by assessee (BSR Code : 0230118)	
- Tax paid on 15/09/2026 (Challan No. : 00592)	35,000
- Tax paid on 15/12/2026 (Challan No. : 01807)	40,000
- Tax paid on 15/03/2027 (Challan No. : 03264)	40,000
Self-assessment tax paid by assessee (BSR Code : 0230118)	
- Tax paid on 10/06/2027 (Challan No. : 04933)	9,590

Other information - Based on the records submitted by the assessee, the following information has been noted –

House rent paid	Landlord	PAN of landlord	Rent
	Smt. Asha Mehta - for the flat in which he lived throughout the year (Rs. 48,000 p.m.), paid by transfer to her bank account	BQZPM4417C	Rs. 5,76,000

Interest on housing loan	Particulars	**Property 1** (let out)	**Property 2** (let out)
	Loan taken from bank/institution	Bank	Bank
	Name of bank	ICICI Bank Limited	Axis Bank Limited
	Loan account number	602405018734	920020047812365
	Date of sanction of loan	10/06/2017	16/11/2020
	Total amount of loan	Rs. 45,00,000	Rs. 28,00,000
	Loan outstanding as on 31/03/2027	Rs. 36,42,800	Rs. 23,56,200
	Interest for the year	Rs. 3,25,000	Rs. 2,10,000
	Principal repaid in the year	Rs. 1,18,000	Rs. 82,000

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Deduction under section 123	Nature of payment	Particulars	Rs.
	Life insurance premium - LIC of India	Policy LIC/2011/005862, issued in 2011; sum assured Rs. 5,00,000	42,000
	Life insurance premium - Tata AIA Life	Policy TAIA/2018/447193, issued in 2018; sum assured Rs. 10,00,000	24,000
	Contribution to provident fund	Document identification number PF/TDS/2026-27/ND/0052197	72,000
	Tuition fees - first child	Residential school at Panchgani; receipt PRS/2026-27/00817, which also shows boarding and lodging charges of Rs. 1,38,000	21,000
	Tuition fees - second child	Day school at Andheri; receipt SVS/2026-27/02164	21,000
	Housing loan repaid - Property 1	ICICI Bank Limited; Home Loan Account No. 602405018734	1,18,000
	Housing loan repaid - Property 2	Axis Bank Limited; Home Loan Account No. 920020047812365	82,000
Deduction under section 126	**Payment**	**Particulars**	**Rs.**
	Health insurance - himself, his wife, aged 45, and their two children	ICICI Lombard General Insurance Company Limited; policy ICL/2023/H518236; receipt ICL/R/2026/774512; by net banking	25,000
	Health insurance - his parents, aged 79 and 74	Care Health Insurance Limited; policy CHI/2022/SC40918; receipt CHI/R/2026/119384; by cheque; the parents live on their own pension	47,000
	Preventive check-up - both parents	Paid in cash	5,000
Deduction under section 129	**Interest on**	**Particulars**	**Rs.**
	Education loan for his wife's two-year M.B.A.	HDFC Bank Limited, IFSC HDFC0001234; a/c 89120004517326; sanctioned 18/02/2023; loan Rs. 15,00,000; outstanding on 31/03/2027 Rs. 7,46,200; interest paid since the year 2023-24	78,600
	His brother's education loan	Axis Bank Limited; sanctioned 09/08/2024; for his brother's B.Tech.	42,000
Deduction under section 133	**Donee**	**Particulars**	**Rs.**
	National Defence Fund	PMO, Seva Teerth, New Delhi 110011 (09-DELHI); PAN AAAGN0009F; NEFT on 15/08/2026, ref. HDFCN26228459013, IFSC HDFC0001234	25,000
	Sankalp Shiksha Foundation - a registered non-profit organisation approved under section 354	Plot 41, Paud Road, Kothrud, Pune 411038 (19-MAHARASHTRA); PAN AAETS5417M; ARN AAETS5417MF2026000458; cheque no. 004518 of 05/09/2026, IFSC HDFC0001234	60,000
	The same Foundation, at its annual day	Paid in cash on 14/11/2026	5,000
Deduction under section 137	**Political party**	**Particulars**	**Rs.**
	Lok Kalyan Party - registered under section 29A of the Representation of the People Act, 1951	PAN AAAAL7392J; UPI on 02/10/2026, reference 627514839201, IFSC HDFC0001234	40,000
	The same party, at a public meeting	Paid in cash on 26/01/2027	10,000

Advocate Dr. S. B. Rathore

SOLUTION 2

TAX YEAR 2026-27

OLD REGIME

1 April 2026 to 31 March 2027 · Income-tax Act, 2025

Case 13.4 · Shri Nikhil Deshpande · Mumbai

The regime, the Act and the dates

The answer at (A20) is Yes. The option under section 202(4) of opting out of the default regime has been exercised, so income-tax is charged at the rates in Paragraph A of Part I-B of the First Schedule to the Finance Act, 2026. The workbook calls it the Alternative (old) regime; the two names mean the same thing.

The return is furnished on 25 July 2027. The due date is 31 July 2027, so the return is within time and no interest and no fee follows from the date of furnishing.

INCOME FROM SALARIES		
Salary for the year, in the gross amount — basic salary, dearness allowance, every allowance and the bonus; Working note 1 [sections 15 and 16]	₹ 32,03,000	
Less: house rent allowance — the least of the three limits; Working note 3 [Schedule III, Table Sl. No. 11; Rule 279]	₹ 3,91,200	
Less: children education allowance — ₹ 3,000 a month for each of his two children [Schedule III, Table Sl. No. 13; Rule 280(2), Sl. No. 7]	₹ 72,000	
Less: hostel expenditure allowance — ₹ 9,000 a month for the one child in a hostel [Schedule III, Table Sl. No. 13; Rule 280(2), Sl. No. 8]	₹ 1,08,000	
Less: conveyance allowance — the ₹ 60,000 spent in the performance of his duties [Schedule III, Table Sl. No. 12; Rule 280(1)(d)]	₹ 60,000	
Less: uniform allowance — the ₹ 18,000 spent on the uniform [Schedule III, Table Sl. No. 12; Rule 280(1)(g)]	₹ 18,000	
Net salary	₹ 25,53,800	
Less: standard deduction — ₹ 50,000, or the salary, whichever is less [section 19(1), Table Sl. No. 2]	₹ 50,000	
Less: tax on employment paid to the Municipal Corporation of Greater Mumbai [section 19(1), Table Sl. No. 1]	₹ 2,500	
Income chargeable under the head "Salaries"		**₹ 25,01,300**
INCOME FROM HOUSE PROPERTY		
Property 1 — Bandra West, Mumbai — let out		
Gross rent received or receivable for the year [section 21(1)]	₹ 8,40,000	
Less: taxes paid to the local authority during the year [section 21(7)(b)]	₹ 42,000	
Annual value	₹ 7,98,000	
Less: thirty per cent of the annual value [section 22(1)(a)]	₹ 2,39,400	
Less: interest on the home loan of ₹ 45,00,000 from ICICI Bank Limited, Home Loan Account No. 602405018734, borrowed to acquire it — allowed in full, the house being let out [section 22(1)(b)]. The principal repaid is not deducted here; it is a payment under section 123	₹ 3,25,000	
Income from property 1		**₹ 2,33,600**
Property 2 — Dundahera, Ghaziabad — let out		
Gross rent received or receivable for the year [section 21(1)]	₹ 4,80,000	
Less: taxes paid to the local authority during the year [section 21(7)(b)]	₹ 24,000	
Annual value	₹ 4,56,000	

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Less: thirty per cent of the annual value [section 22(1)(a)]	₹ 1,36,800	
Less: interest on the home loan of ₹ 28,00,000 from Axis Bank Limited, Home Loan Account No. 920020047812365, borrowed to acquire it — allowed in full, the house being let out [section 22(1)(b)]. The principal repaid is not deducted here; it is a payment under section 123	₹ 2,10,000	
Income from property 2		**₹ 1,09,200**
Total of the two properties		₹ 3,42,800
Income chargeable under the head "Income from house property"		**₹ 3,42,800**
INCOME FROM OTHER SOURCES		
Interest credited to the savings bank accounts [section 92]	₹ 19,000	
Interest on fixed deposits, in the gross amount before the tax deducted	₹ 2,20,000	
Interest received on an income-tax refund	₹ 13,200	
Dividend on listed equity shares, in the gross amount — declared and paid on 28 May 2026, so period (i) — 1 April 2026 to 15 June 2026 [section 92(2)(a)]	₹ 1,60,000	
Sums of money received without consideration from three persons who are not relatives — ₹ 15,000, ₹ 11,000 and ₹ 25,000. Their total of ₹ 51,000 exceeds ₹ 50,000, so the whole of it is income; Working note 2 [section 92(2)(m)(i)]	₹ 51,000	
The ₹ 1,00,000 from his mother's brother — a relative, so not income [section 92(3)(a), with section 92(5)(g)(i)(D)]	Nil	
Gross income from other sources	₹ 4,63,200	
Income chargeable under the head "Income from other sources"		**₹ 4,63,200**
GROSS TOTAL INCOME [section 122(10)]		**₹ 33,07,300**
DEDUCTIONS FROM GROSS TOTAL INCOME — Chapter VIII		
Life insurance premia ₹ 66,000, provident fund ₹ 72,000, tuition fees of his two children ₹ 42,000 and the principal of the two home loans repaid ₹ 2,00,000 — ₹ 3,80,000 in all, itemised in Schedule XV below, restricted to the statutory ceiling. The boarding and lodging charges are not tuition fees [section 123]	₹ 1,50,000	
Health insurance — himself and his family ₹ 25,000; his parents, both senior citizens, ₹ 47,000 and their preventive health check-up ₹ 5,000 in cash, together restricted to ₹ 50,000; Working note 4 [section 126]	₹ 75,000	
Interest on the education loan for his wife's M.B.A.; the ₹ 42,000 on the loan for his brother's B.Tech. is allowed under no section; Working note 5 [section 129]	₹ 78,600	
Contribution to the Lok Kalyan Party by UPI. The ₹ 10,000 paid in cash is not allowed: the section allows only contributions made otherwise than in cash [section 137]	₹ 40,000	
Interest on savings accounts — ₹ 19,000 claimed, restricted to the statutory ceiling [section 153]	₹ 10,000	
Donations — the whole ₹ 25,000 to the National Defence Fund, and one-half of the ₹ 60,000 cheque to the Sankalp Shiksha Foundation, which is within the qualifying limit of ₹ 2,95,370; the ₹ 5,000 in cash gets nothing; Working note 6 [section 133]	₹ 55,000	
Total of the deductions allowed		**₹ 4,08,600**
TOTAL INCOME, rounded off to the nearest multiple of ten rupees [section 516]		**₹ 28,98,700**
TAX ON THE TOTAL INCOME		
On the first ₹ 2,50,000 — Nil [Paragraph A of Part I-B of the First Schedule to the Finance Act, 2026]	Nil	

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On the next ₹ 2,50,000 — 5 per cent	₹ 12,500	
On the next ₹ 5,00,000 — 20 per cent	₹ 1,00,000	
On the balance of ₹ 18,98,700 — 30 per cent	₹ 5,69,610	
Tax payable on the total income		**₹ 6,82,110**
Less: rebate — nil, the total income being past ₹ 5,00,000 [section 156]		₹ 0
Tax after rebate		₹ 6,82,110
Add: health and education cess at four per cent [section 2 of the Finance Act, 2026]		₹ 27,284
TOTAL TAX AND CESS		**₹ 7,09,394**
INTEREST, TAXES PAID, AND THE AMOUNT PAYABLE OR REFUNDABLE		
Memorandum: assessed tax — the total tax and cess, less the credit for tax deducted at source of ₹ 5,84,800 [section 424]	₹ 1,24,594	
Memorandum: advance tax — the challans of Schedule IT deposited on or before 31 March 2027 [sections 404 to 408]	₹ 1,15,000	
Memorandum: self-assessment tax — the challan deposited after 31 March 2027. It is not advance tax and does not count towards the ninety per cent [section 266]	₹ 9,590	
Add: interest for default in the payment of advance tax — NOT COMPUTED. Interest under sections 423 to 425 is ignored in this paper [section 424]		₹ 0
Add: interest for deferment of advance tax — NOT COMPUTED. Interest under sections 423 to 425 is ignored in this paper [section 425]		₹ 0
Add: fee for a return furnished after the due date — nil, the return having been furnished on 25 July 2027, within the due date of 31 July 2027 [section 428(a)]		₹ 0
Total tax, fee and interest, rounded off [section 516]		**₹ 7,09,390**
Less: advance tax paid — Schedule IT [sections 404 to 408]	₹ 1,15,000	
Less: self-assessment tax paid — Schedule IT [section 266]	₹ 9,590	
Less: tax deducted from salary — Schedule TDS [section 392]	₹ 5,30,000	
Less: tax deducted from the interest on fixed deposits — Schedule TDS [section 393(1), Table Sl. No. 5(ii)]	₹ 22,000	
Less: tax deducted from the dividend — Schedule TDS [section 393(1), Table Sl. No. 7]	₹ 16,000	
Less: tax deducted from the rent of Property 1 by the tenant, an individual having no tax deduction account number — Schedule TDS [section 393(1), Table Sl. No. 2(i)]	₹ 16,800	
Total taxes paid		**₹ 7,09,390**
AMOUNT PAYABLE — nil: the taxes paid meet the liability exactly [section 266]		**Nil**

The three figures to check

Total income ₹ 28,98,700 Total tax, fee and interest ₹ 7,09,390 Amount payable Nil

Advocate Dr. S. B. Rathore

Working notes

Working notes 1 and 2 — the salary and the gifts — are with Solution 1; they hold for this solution too.

Working note 3 — house rent allowance [Schedule III, Table Sl. No. 11; Rule 279]

Salary for the purpose — basic salary ₹ 16,80,000 and the half of the dearness allowance that enters retirement benefits ₹ 1,68,000 [Rule 279(2)(b)]		**₹ 18,48,000**
(a) The allowance actually received [Rule 279(1)(a)]	₹ 6,00,000	
(b) Rent paid ₹ 5,76,000, less one-tenth of the salary ₹ 1,84,800 [Rule 279(1)(b)]	₹ 3,91,200	
(c) Fifty per cent of the salary, Mumbai being one of the eight places [Rule 279(1)(c), Table Sl. No. 1]	₹ 9,24,000	
Exempt — the least of (a), (b) and (c)		**₹ 3,91,200**
Taxable — the rest of the allowance		₹ 2,08,800

The whole year is one relevant period [Rule 279(2)(a)]: the flat, the rent, the allowance and the salary did not change. He owns a flat at Bandra, but he does not live in it; the condition of Sl. No. 11 is only that the accommodation he occupies is not owned by him. The landlady's PAN is with the employer, the rent being above ₹ 1,00,000 a year.

Working note 4 — health insurance and check-up [section 126]

Payment	Paid	Limit	Allowed
Himself, his wife and their two children — premium, by net banking	₹ 25,000	₹ 25,000 [section 126(2)(a)]	₹ 25,000
His parents — premium, by cheque	₹ 47,000		
His parents — preventive health check-up, in cash	₹ 5,000	₹ 5,000 for check-ups [section 126(3)]; cash allowed [section 126(9)(a)]	
His parents, together	**₹ 52,000**	**₹ 50,000 — senior citizens [section 126(2)(b), with section 126(8)(a)]**	**₹ 50,000**
Total	**₹ 77,000**		**₹ 75,000**

No one in his family is a senior citizen — he is 48 and his wife 45 — so their limit stays at ₹ 25,000. Whether his parents depend on him does not matter: only "family", the spouse and dependant children, carries that word [section 126(10)(b)].

Working note 5 — interest on the education loans [section 129]

The loan for his wife's M.B.A. was taken from HDFC Bank Limited, a banking company and so a financial institution [section 129(3)(b)]; the M.B.A. is higher education [section 129(3)(c)] and his wife a relative [section 129(3)(e)]. He began paying the interest in 2023-24, so the eight years of section 129(2) run to 2030-31; with no ceiling, the whole ₹ 78,600 is allowed. The Axis Bank loan is for the B.Tech. of his brother, who is not a relative — only the spouse, the children and a student of whom he is the legal guardian are [section 129(3)(e)]: its interest of ₹ 42,000 gets no deduction.

Working note 6 — donations [section 133]

Gross total income		**₹ 33,07,300**
Less: the deductions under the other provisions of the Chapter — sections 123 ₹ 1,50,000, 126 ₹ 75,000, 129 ₹ 78,600, 137 ₹ 40,000 and 153 ₹ 10,000		**₹ 3,53,600**
Adjusted gross total income [section 133(7)(a)]		**₹ 29,53,700**
Qualifying limit — ten per cent of it [section 133(2)]	₹ 2,95,370	
Donations subject to the limit — the cheque to the Sankalp Shiksha Foundation [section 133(1)(b)(ii)]; the ₹ 5,000 in cash is out [section 133(5)]	₹ 60,000	
The lower of the two — the donation is within the limit	₹ 60,000	
Fifty per cent of it		₹ 30,000
Add: the National Defence Fund — the whole, with no qualifying limit [section 133(1)(a)(i)]		₹ 25,000
Deduction under section 133		**₹ 55,000**

Section 133 is worked last, because its limit is fixed on the adjusted gross total income — what is left after every other deduction of the Chapter. The deduction for the Foundation rests on the information it furnishes, which the ARN identifies [section 133(6)].

Advocate Dr. S. B. Rathore

Schedule XV and the deduction sheets of this solution

Schedule XV — section 123: the payments, with their policy or document numbers

Sl. No.	Nature of payment	Amount eligible for deduction u/s 123	Policy number or Document Identification number
1	Life insurance premium	₹ 42,000	LIC/2011/005862
2	Life insurance premium	₹ 24,000	TAIA/2018/447193
3	Contribution to provident fund	₹ 72,000	PF/TDS/2026-27/ND/0052197
4	Tuition fees — first child	₹ 21,000	PRS/2026-27/00817
5	Tuition fees — second child	₹ 21,000	SVS/2026-27/02164
6	Housing loan repaid — Property 1	₹ 1,18,000	602405018734
7	Housing loan repaid — Property 2	₹ 82,000	920020047812365
	Total of the payments	**₹ 3,80,000**	
	Deduction allowed — restricted to the statutory ceiling [section 123]	**₹ 1,50,000**	

Section 126 — the S-126 sheet: senior citizen in the family? No; either parent a senior citizen? Yes

Part of the sheet	Insurer	Policy number	Amount
Self & Family — (i) Health Insurance	ICICI Lombard General Insurance Company Limited	ICL/2023/H518236	₹ 25,000
Parents including Senior Citizen — (i) Health Insurance	Care Health Insurance Limited	CHI/2022/SC40918	₹ 47,000
Parents including Senior Citizen — (ii) Preventive Health Checkup			₹ 5,000
Eligible amount of deduction			**₹ 75,000**

Section 129 — the S-129-132 sheet

Loan from	Bank · loan account	Sanctioned on · loan · outstanding	Purpose	Interest u/s 129
Bank	HDFC Bank Limited · 89120004517326	18/02/2023 · ₹ 15,00,000 · ₹ 7,46,200	Wife's M.B.A.	₹ 78,600

Section 133 — the S-133 sheet

Part	Donee	PAN of the donee	Cash	Other mode	Total	Eligible
A	National Defence Fund	AAAGN0009F	₹ 0	₹ 25,000	₹ 25,000	₹ 25,000
D	Sankalp Shiksha Foundation · ARN AAETS5417MF2026000458	AAETS5417M	₹ 0	₹ 60,000	₹ 60,000	₹ 30,000
E	**Donations (A + B + C + D)**		**₹ 0**	**₹ 85,000**	**₹ 85,000**	**₹ 55,000**

Section 137 — the S-137 sheet: Lok Kalyan Party, PAN AAAAL7392J

Sl.	Date	Cash	Other mode	Total	Eligible	Reference · IFSC
1	02/10/2026	₹ 0	₹ 40,000	₹ 40,000	₹ 40,000	UPI 627514839201 · HDFC0001234
2	26/01/2027	—	—	—	—	Cash — refused by the sheet, not entered
	Total	**₹ 0**	**₹ 40,000**	**₹ 40,000**	**₹ 40,000**	

These sheets are filled because (A20) is Yes; under (A20) No the workbook allows none of them. Every payment is entered at its full amount, save cash the sheets refuse — above ₹ 2,000 under section 133, and any amount under section 137 — which gets no deduction.

Advocate Dr. S. B. Rathore

STUDENT PARTICULARS

Fill before you begin

Name of the College

Course (tick one)

☐ B.Com (Hons) ☐ B.Com (Prog)

Year / Semester / Academic Year

Third Year · Semester V · Academic Year 2026-27

Student's Name

Roll No.

Date of Examination (D D / M M / Y Y Y Y)

Time of Examination

Batch No.

Question No.

FORM ITR-1 SAHAJ

INDIAN INCOME TAX RETURN

[For individuals being a RESIDENT (other than not ordinarily resident) having total income up to Rs. 50 lakh and having income from Salaries, two house properties, other sources (interest etc.), long-term capital gains under section 198 up to Rs. 1.25 lakh, and agricultural income up to Rs. 5 thousand]

[Not for an individual who is either Director in a company or has invested in unlisted equity shares or in cases where TDS has been deducted under section 393(3) [Table: Sl. No. 5] or if income-tax is deferred on ESOP or has assets (including financial interest in any entity) located outside India]

Tax Year

2026-27

Income-tax Act, 2025

For academic purpose only — Core Paper DSC 5.1 Income Tax Law & Practice. This paper form follows the ITR-1 Excel utility (Tax Year 2026-27) used in the computer practical, field for field. It cannot be used for filing a return with the Income Tax Department.

Instructions: (1) Write in BLOCK LETTERS with a BLUE ball-point pen only; one character in each small box. (2) Write amounts in whole rupees only. (3) Leave a field blank where it does not apply to the question. (4) Fill the schedules first (HRA, House Property, deduction schedules, TDS / TCS / Tax Payments) and carry their totals to Parts B, C and D. (5) Fields printed with 0 stay 0.

PART A — GENERAL INFORMATION

First Name	Middle Name	Last Name
NIKHIL		DESHPANDE

PAN	Aadhaar Number (12 digits)	Date of Birth (DD/MM/YYYY)
AFTPD6132J	229867413305	03/06/1978

Residential Status

Resident (other than not ordinarily resident)

Nature of Employment (tick one below)

☐ Central Government	☐ State Government	☐ Public Sector Undertaking
☐ Pensioners - Central Government	☐ Pensioners - State Government	☐ Pensioners - Public sector undertaking
☐ Pensioners - Others	☑ Others	☐ Not Applicable (e.g. family pension)

Details to be provided for communication purposes

Primary Email ID of the taxpayer	Secondary Email ID
nikhil.deshpande@gmail.com	

Primary Mobile No. of the taxpayer	Secondary Mobile No.
+91 9820451163	+91

Primary Address

Flat / Door / Block No.	Name of Premises / Building / Village	
1204	SAGAR DARSHAN	
Road / Street / Post Office	**Area / Locality**	**Town / City / District**
VEERA DESAI ROAD	ANDHERI WEST	MUMBAI
State	**Country / Region**	**PIN Code**
MAHARASHTRA	INDIA	4 0 0 0 5 3

Is the secondary address same as the primary address? ☑ Yes ☐ No

Secondary Address

Fill only if different from the primary address

Flat / Door / Block No.	Name of Premises / Building / Village	
Road / Street / Post Office	**Area / Locality**	**Town / City / District**
State	**Country / Region**	**PIN Code**

Regime

Do you wish to opt out of the default regime [section 202(4)]? No = Default (new) regime [section 202(1)]. Yes = Alternative (old) regime. ☑ Yes ☐ No

Seventh proviso to section 263(1)

Are you filing return of income under the Seventh proviso to section 263(1) but otherwise not required to furnish return of income? If yes, please furnish the following information: ☐ Yes ☑ No

(i) Have you incurred expenditure of an amount or aggregate of amount exceeding Rs. 2 lakhs for travel to a foreign country for yourself or for any other person? ☐ Yes ☐ No **Rs.**

(ii) Have you incurred expenditure of amount or aggregate of amount exceeding Rs. 1 lakh on consumption of electricity during the previous year? ☐ Yes ☐ No **Rs.**

(iii) Are you required to file a return as per other conditions prescribed under clause (iv) of the Seventh proviso to section 263(1)? If yes, tick the condition(s) below. ☐ Yes ☐ No

(a) the aggregate of tax deducted at source and tax collected at source during the previous year is twenty-five thousand rupees or more (fifty thousand for a resident senior citizen) ☐ Tick

(b) the deposit in one or more savings bank accounts, in aggregate, is fifty lakh rupees or more in the previous year ☐ Tick

Representative assessee

A22 Whether this return is being filed by a representative assessee? If yes, please furnish the following information: ☐ Yes ☑ No

(1) Name of the representative assessee	(2) Email ID of the representative assessee	(3) Contact No.

Return filed under / in response to

Filed u/s (tick one)

- [x] 263(1) - On or before due date
- [ ] 263(4) - Belated
- [ ] 263(5) - Revised
- [ ] 119(2)(b) - After condonation of delay
- [ ] 263(6)

Or filed in response to notice u/s (tick one)

- [ ] 263(7)
- [ ] 270(1)
- [ ] 280
- [ ] 282
- [ ] Order u/s 239(3)(b)

If revised / defective: Receipt Number	Date of filing of original return
	D D / M M / Y Y Y Y
If filed in response to notice / order: Unique Number / Document Identification Number (DIN)	**Date of such Notice or Order**
	D D / M M / Y Y Y Y

PART B — GROSS TOTAL INCOME

Whole rupees only

B1 Salary / Pension

i	**Gross Salary (ia + ib + ic)**	i	32,03,000
a	Salary as per section 16	ia	32,03,000
b	Value of perquisites as per section 17	ib	
c	Profit in lieu of salary as per section 18	ic	
ii	Less: Allowances exempt under section 11 read with Schedule III (total of the table below) *Ensure that the exempt allowance is included in the salary income at ia / ib / ic above.*	ii	6,49,200

Sl. No.	Nature of exempt allowance (with Schedule / Table Sl. No. and section)	Amount (Rs.)
1	Schedule III, Table Sl. No. 11 (section 11) — House rent allowance	3,91,200
2	Schedule III, Table Sl. No. 12 (section 11)	78,000
3	Schedule III, Table Sl. No. 13 (section 11)	1,80,000

House rent allowance — Schedule III, Table Sl. No. 11 (section 11): work out the exempt amount in Schedule HRA below and enter it in the table above.

iii	**Net Salary (i – ii)**	iii	25,53,800
iv	**Deductions under section 19(1) (iva + ivb + ivc)**	iv	52,500
a	Standard deduction: section 19(1), Table Sl. No. 2	iva	50,000
b	Entertainment allowance: no deduction under the 2025 Act	ivb	0
c	Professional tax: section 19(1), Table Sl. No. 1	ivc	2,500
v	**Income chargeable under the head 'Salaries' (iii – iv)**	B1	25,01,300

Schedule HRA — House rent allowance (Schedule III, Table Sl. No. 11; section 11)

1 Location of residential accommodation (tick one)

☑ Mumbai ☐ Kolkata ☐ Delhi ☐ Chennai ☐ Hyderabad
☐ Pune ☐ Ahmedabad ☐ Bengaluru ☐ Any other place

2	Actual HRA received (A)		6,00,000
3	Actual rent paid		5,76,000
4	Details of salary as per section 16 (4a + 4b)		18,48,000
4(a)	Basic salary		16,80,000
4(b)	Dearness allowance		1,68,000
5	Actual rent paid – 10% of salary (B) (3 – 10% of 4)		3,91,200
6	50% of salary for the eight specified cities; 40% for any other place (Rule 279) (C)		9,24,000
7	**Eligible exempt allowance under Schedule III, Table Sl. No. 11 (section 11) — least of A, B and C**		3,91,200

B2 Schedule HP — Details of income from house property 1

Address of property 1	Town / City	State	Country	PIN Code
8, SHIVNERI APARTMENTS, S. V. ROAD	BANDRA WEST, MUMBAI	MAHARASHTRA	INDIA	400050

Owner of the property (tick one): ☑ Self ☐ Minor ☐ Spouse ☐ Others

Is the property co-owned?: ☐ Yes ☑ No

Your percentage of share in the property (%): 100

S. No.	Name of other co-owner(s)	PAN of other co-owner(s)	Aadhaar No. of other co-owner(s)	Percentage share of other co-owner(s) in property (%)
1				
2				

Type of house property (tick one)

☐ Self Occupied ☑ Let Out ☐ Deemed Let Out

S. No.	Name(s) of tenant (if let out)	PAN of tenant(s) (if available)	Aadhaar No. of tenant(s) (if available)	PAN / TAN of tenant(s) (if TDS credit is claimed)
1	SHRI VIKRAM CHANDRA JOSHI	AJTPJ6318K		AJTPJ6318K
2				

a	Gross rent received / receivable / lettable value during the year	1a	8,40,000
b	The amount of rent which cannot be realized	1b	
c	Tax paid to local authorities	1c	42,000
d	Total (b + c)	1d	42,000
e	**Annual value (a – d) (nil, if self-occupied etc. as per section 21 of the Act)**	1e	7,98,000
f	Annual value of the property owned (own percentage share × e)	1f	7,98,000
g	30% of Annual Value (30% × f)	1g	2,39,400
h	Interest payable on borrowed capital (total of column vii of the table below)	1h	3,25,000

Sl. No.	(i) Loan taken from (Bank / Other than Bank)	(ii) Name of the bank / institution / person from which the loan is taken	(iii) Loan account number	(iv) Date of sanction of loan	(v) Total amount of loan	(vi) Loan outstanding as on last date of financial year	(vii) Interest on borrowed capital under section 22(1)(b)
1	Bank	ICICI Bank Limited	XX8734	10/06/2017	45,00,000	36,42,800	3,25,000
2							

i	Total (g + h)	1i	5,64,400
j	Arrears / Unrealized rent received during the year less 30%	1j	
k	**Income from house property 1 (f – i + j)**	1k	2,33,600

B2 Schedule HP — Details of income from house property 2

Address of property 2	Town / City	State	Country	PIN Code
D-212, CROSSINGS REPUBLIC, NH-24 SERVICE ROAD	DUNDAHERA, GHAZIABAD	UTTAR PRADESH	INDIA	201016

Owner of the property (tick one)

☑ Self ☐ Minor ☐ Spouse ☐ Others

Is the property co-owned?

☐ Yes ☑ No

Your percentage of share in the property (%): 100

S. No.	Name of other co-owner(s)	PAN of other co-owner(s)	Aadhaar No. of other co-owner(s)	Percentage share of other co-owner(s) in property (%)
1				
2				

Type of house property (tick one)

☐ Self Occupied ☑ Let Out ☐ Deemed Let Out

S. No.	Name(s) of tenant (if let out)	PAN of tenant(s) (if available)	Aadhaar No. of tenant(s) (if available)	PAN / TAN of tenant(s) (if TDS credit is claimed)
1	SMT. REKHA BHARDWAJ	CKMPB2298N		
2				

a	Gross rent received / receivable / lettable value during the year	2a	4,80,000
b	The amount of rent which cannot be realized	2b	
c	Tax paid to local authorities	2c	24,000
d	Total (b + c)	2d	24,000
e	**Annual value (a – d) (nil, if self-occupied etc. as per section 21 of the Act)**	2e	4,56,000
f	Annual value of the property owned (own percentage share × e)	2f	4,56,000
g	30% of Annual Value (30% × f)	2g	1,36,800
h	Interest payable on borrowed capital (total of column vii of the table below)	2h	2,10,000

Sl. No.	(i) Loan taken from (Bank / Other than Bank)	(ii) Name of the bank / institution / person from which the loan is taken	(iii) Loan account number	(iv) Date of sanction of loan	(v) Total amount of loan	(vi) Loan outstanding as on last date of financial year	(vii) Interest on borrowed capital under section 22(1)(b)
1	Bank	Axis Bank Limited	XX2365	16/11/2020	28,00,000	23,56,200	2,10,000
2							

i	Total (g + h)	2i	3,46,800
j	Arrears / Unrealized rent received during the year less 30%	2j	

k	**Income from house property 2 (f – i + j)**	2k	1,09,200
B2	**Income chargeable under the head 'House Property' (1k + 2k) (If loss, put the figure in negative)** *Maximum loss from house property that can be set off in computing income of this year is Rs. 2,00,000. To carry forward and set off the loss, please use ITR-2.*	B2	3,42,800

Note: Furnishing PAN / Aadhaar number of the tenant is mandatory if tax is deducted under section 393(1), Table Sl. No. 2(i).

B3 Income from Other Sources

Sl. No.	Nature of income (in brief)	Description (if 'Any Other' is selected)	Amount (Rs.)
1	S B Intt		19,000
2	Intt on FDR		2,20,000
3	Income Tax Refund Intt		13,200
4	Any Other	Gifts of money from non-relatives	51,000
5			

Write the nature of income in brief, e.g. S B Intt · Intt on FDR · Income Tax Refund Intt · Family Pension · Intt on PF (taxable part) · Any Other (give the description in the next column)

	Dividend (i + ii + iii + iv + v)		1,60,000
i	Up to 15-Jun-2026		1,60,000
ii	From 16-Jun-2026 to 15-Sep-2026		
iii	From 16-Sep-2026 to 15-Dec-2026		
iv	From 16-Dec-2026 to 15-Mar-2027		
v	From 16-Mar-2027 to 31-Mar-2027		
	Less: Family pension deduction under section 93(1)(d)		
B3	**Income from Other Sources (total of the table + dividend – family pension deduction)**	B3	4,63,200

B4	**Gross Total Income (B1 + B2 + B3 + C3(a)(iii)) (If loss, put the figure in negative)** *To avail the benefit of carry forward and set off of loss, please use ITR-2.*	B4	33,07,300

PART C — DEDUCTIONS AND TAXABLE TOTAL INCOME

Alternative (old) regime deductions

a	Section 123 — Eligible payments under Schedule XV (from Schedule S-123)	5a	1,50,000
b	Section 123 — Pension fund payments under Schedule XV (from Schedule S-123)	5b	

Sl. No.	Type of identifier (PRAN / Other than PRAN)	Identifier No.	Amount (Rs.)
1			
2			

c	Section 123 — Own pension scheme contribution (Schedule XV, paragraph 1(y))	5c	
d	Section 124(3) — Additional own pension scheme contribution	5d	

PRAN (for 5c / 5d)

e(i)	Salary for section 124 — basic salary and dearness allowance, where the terms of employment so provide [section 124(13)(b)] *Limit for 5e: 14% (new regime or Government employer), 10% (old regime, other employers).*	5e(i)	

PRAN of the taxpayer (12 digits) — mandatory for 5e

e	Section 124(1) and (2) — Employer pension scheme contribution	5e	
f	Section 126 — Health insurance, preventive health check-up and medical expenditure (from Schedule S-126)	5f	75,000
g	Section 127 — Dependent with disability (from Schedule S-154-127)	5g	
h	Section 128 — Medical treatment of specified disease	5h	

5h: Self or dependent (tick one)

☐ Self or Dependent ☐ Senior Citizen

Name of the specified disease

i	Section 129 — Interest on loan taken for higher education (from Schedule S-129-132)	5i	78,600
j	Section 130 — Interest on loan taken for residential house property (Schedule S-129-132)	5j	
k	Section 131 — Interest on loan taken for certain house property (Schedule S-129-132)	5k	
l	Section 132 — Interest on loan for purchase of electric vehicle (Schedule S-129-132)	5l	
m	Section 133 — Eligible donations (from Schedule S-133)	5m	55,000
n	Section 134 — Rent paid, no HRA received (Form 31)	5n	

5n: Form 31 — acknowledgement number

o	Section 135 — Scientific research or rural development donations (from Schedule S-135)	5o	
p	Section 137 — Political contributions (from Schedule S-137)	5p	40,000
q	Section 153 — Interest on savings bank accounts in case of other than resident senior citizens	5q	10,000
r	Section 153 — Interest on deposits in case of resident senior citizens	5r	
s	Section 154 — In case of a person with disability (from Schedule S-154-127)	5s	
t	Section 125(1) — Own contribution to Agniveer Corpus Fund	5t	
u	Section 125(2) — Central Government contribution to Agniveer Corpus Fund	5u	
C1	**Total deductions (5a to 5u)**	C1	4,08,600
C2	**Total Income (B4 – C1)** *The Total Income field includes LTCG u/s 198. However, no tax would be payable on the said income.*	C2	28,98,700

C3 Exempt income: for reporting purpose and income on which no tax is payable

Sl. No.	Category	Sub-category	Description	Amount (Rs.)
1	Other Incomes	Receipts not in the nature of income	Gift from maternal uncle	1,00,000
2				
3				
			Total exempt income	1,00,000

C3(a) Long-term capital gains u/s 198 not chargeable to income-tax			
i	Total sale consideration	i	
ii	Total cost of acquisition	ii	
iii	**Long-term capital gains as per section 198**	iii	

DEDUCTION SCHEDULES — carry each total to Part C

Schedule S-123 — Section 123, Schedule XV: life insurance premia, deferred annuity, contributions to provident fund etc.

Sl. No.	(i) Nature of payment	(i) Amount eligible for deduction u/s 123 (Rs.)	(ii) Policy number or Document Identification number
1	Life insurance premium	42,000	XX5862
2	Life insurance premium	24,000	XX7193
3	Contribution to provident fund	72,000	XX2197
4	Tuition fees — first child	21,000	XX0817
5	Tuition fees — second child	21,000	XX2164
6	Housing loan repaid — Property 1	1,18,000	XX8734
7	Housing loan repaid — Property 2	82,000	XX2365
8			
	Total of deduction u/s 123 → 5a	3,80,000	

Section 123, Schedule XV, paragraph 1(x) — Payment in respect of pension fund

Sl. No.	(i) Name of the insurer	(ii) Policy document number	(iii) Deduction u/s 123 (Rs.)
1			
2			
3			
		Total → 5b	

Schedule S-126 — Section 126: health insurance premia, preventive health check-up and medical expenditure

1 Whether you or any of your family members (excluding parents) is a senior citizen? ☐ Yes ☑ No ☐ Not claiming for Self / Family

Self & Family — (i) Health insurance: details of insurance

Sl. No.	Name of the insurer (insurance company)	Policy number	Receipt / document number of the premium paid	Health insurance amount (Rs.)
1	ICICI Lombard General Insurance Company Limited	XX8236	XX4512	25,000
2				
			Total of payments	25,000

(ii)	Preventive health check-up		
(iii)	Medical expenditure (senior citizen only, where no health insurance is claimed at (i) above)		

2	Whether any one of your parents is a senior citizen?	☑ Yes	☐ No	☐ Not claiming for Parents

Parents — (i) Health insurance: details of insurance

Sl. No.	Name of the insurer (insurance company)	Policy number	Receipt / document number of the premium paid	Health insurance amount (Rs.)
1	Care Health Insurance Limited	XX0918	XX9384	47,000
2				
			Total of payments	47,000

(ii)	Preventive health check-up		5,000
(iii)	Medical expenditure (senior citizen only, where no health insurance is claimed at (i) above)		
3	**Eligible amount of deduction under section 126 → 5f**		75,000

Schedule S-129-132 — Interest on loans under sections 129, 130, 131 and 132

Section 129 — Interest on loan taken for higher education

Sl. No.	(i) Loan taken from (Bank / Institution)	(iia) IFSC of the bank	(iib) PAN of the institution	(ii) Name of the bank / institution	(iii) Loan account number	(iv) Date of sanction of loan	(v) Total amount of loan	(vi) Loan outstanding on last date of financial year	(vii) Interest u/s 129
1	Bank	HDFC0001234		HDFC Bank Limited	XX7326	18/02/2023	15,00,000	7,46,200	78,600
2									
								Total of interest u/s 129 → 5i	78,600

Section 130 — Interest on loan taken for residential house property

Sl. No.	(i) Loan taken from (Bank / Institution)	(iia) IFSC of the bank	(iib) PAN of the institution	(ii) Name of the bank / institution	(iii) Loan account number	(iv) Date of sanction of loan	(v) Total amount of loan	(vi) Loan outstanding on last date of financial year	(vii) Interest u/s 130
1									
2									
								Total of interest u/s 130 → 5j	

Section 131 — Interest on loan taken for certain house property

Stamp value of residential house property (Rs.)

Sl. No.	(i) Loan taken from (Bank / Institution)	(iia) IFSC of the bank	(iib) PAN of the institution	(ii) Name of the bank / institution	(iii) Loan account number	(iv) Date of sanction of loan	(v) Total amount of loan	(vi) Loan outstanding on last date of financial year	(vii) Interest u/s 131
1									
2									
								Total of interest u/s 131 → 5k	

Section 132 — Interest on loan for purchase of electric vehicle

Sl. No.	(i) Loan taken from (Bank / Institution)	(iia) IFSC of the bank	(iib) PAN of the institution	(ii) Name of the bank / institution	(iii) Loan account number	(iv) Date of sanction of loan	(v) Total amount of loan	(vi) Loan outstanding on last date of financial year	(vii) Vehicle registration number	(viii) Interest u/s 132
1										
2										
									Total of interest u/s 132 → 5l	

Schedule S-154-127 — Person with disability (section 154) and dependent with disability (section 127)

Section 154 — Deduction in case of a person with disability. Nature: 1 Self with disability, 2 Self with severe disability. Type: (i) autism, cerebral palsy or multiple disabilities, (ii) others.

Nature of disability (1 / 2)	Type of disability ((i) / (ii))	Amount of deduction (Rs.) → 5s	Acknowledgement number of Form 30 filed	UDID number (if available)

Section 127 — Maintenance including medical treatment of a dependent who is a person with disability. Nature: 1 Dependent person with disability, 2 Dependent person with severe disability. Dependent: Spouse, Son, Daughter, Father, Mother, Brother, Sister.

Nature of disability (1 / 2)	Type of disability ((i) / (ii))	Amount of deduction (Rs.) → 5g	Type of dependent	PAN of the dependent	Aadhaar of the dependent	Ack. No. of Form 30 filed	UDID number

Schedule S-133 — Section 133: donations entitled for deduction

Category: A — 100% deduction without qualifying limit; B — 50% without qualifying limit; C — 100% subject to qualifying limit; D — 50% subject to qualifying limit (give ARN). Where the donee is Government and PAN is not available, use GGGGG0000G.

Sl. No.	Cat. (A-D)	Name of donee	Address, City, State code, PIN	PAN of donee (ARN for D)	Donation in cash	Donation in other mode	UPI / Cheque / IMPS / NEFT / RTGS ref. No. and IFSC	Total donation	Eligible amount
1	A	National Defence Fund	PMO, Seva Teerth, New Delhi, Delhi, 110011	AAAGN0009F		25,000	XX9013 / HDFC0001234	25,000	25,000
2	D	Sankalp Shiksha Foundation	Plot 41, Paud Road, Kothrud, Pune, Maharashtra, 411038	AAETS5417M / ARN XX0458		60,000	XX4518 / HDFC0001234	60,000	30,000
3									
							Donations (A + B + C + D) → 5m	85,000	55,000

Schedule S-135 — Section 135: donations for scientific research or rural development

Sl. No.	Relevant clause of section 135(2)	Name of donee	Address, City, State code, PIN	PAN of donee	Date of donation in cash	Donation in cash	Donation in other mode	Total donation	Eligible amount
1									
2									
								Total → 5o	

Schedule S-137 — Section 137: contributions to political parties

Sl. No.	Date	Contribution in cash	Contribution in other mode	Total contribution	Eligible amount	Name of the political party	PAN of the political party	UPI / Cheque / IMPS / NEFT / RTGS ref. No. and IFSC
1	02/10/2026		40,000	40,000	40,000	Lok Kalyan Party	AAAAL7392J	XX9201 / HDFC0001234
2								

Total eligible contribution u/s 137 → 5p (Rs.)

40,000

PART D — COMPUTATION OF TAX PAYABLE

D1	Tax payable on total income	D1	6,82,110
D2	Rebate u/s 156	D2	0
D3	**Tax payable after rebate (D1 − D2)**	D3	6,82,110
D4	Health and Education Cess @ 4% on D3	D4	27,284
D5	**Total tax and cess (D3 + D4)**	D5	7,09,394
D6	Relief claimed (Form 39)	D6	
	Balance tax after relief (D5 − D6)		7,09,394
D7	Interest u/s 423	D7	0
D8	Interest u/s 424	D8	0
D9	Interest u/s 425	D9	0
D10	Fee u/s 428	D10	0
D10a	Fee for furnishing return of income (section 428)	D10a	0
	Total interest and fee payable (D7 + D8 + D9 + D10 + D10a)		0
D11	**Total tax, fee and interest (D5 + D7 + D8 + D9 + D10 + D10a − D6)**	D11	7,09,390

SCHEDULES OF TAXES PAID — TDS, TCS, advance tax and self-assessment tax

18 Schedule TDS1 — Form 130: salary TDS certificate

Sl. No.	(1) Tax Deduction Account Number (TAN) of the deductor	(2) Name of the deductor	(3) Income chargeable under Salaries (Rs.)	(4) Total tax deducted (Rs.)
1	MUMK02845D	Konkan Chemicals Limited	25,01,300	5,30,000
2				
3				
		Total	25,01,300	5,30,000

19 Schedule TDS2 — Form 131: other TDS certificate

Sl. No.	(1) TAN of the deductor	(2a) Name of the deductor	(2b) TDS code, section and table reference (Income-tax Act, 2025)	(3) Gross receipt subject to TDS	(4) Year of tax deduction	(5) Tax deducted	(6) TDS credit out of (5) claimed this year
1	MUMS03917E	State Bank of India	1021	2,20,000	2026-27	22,000	22,000
2	MUMB07219C	Bharat Cements Limited	1029	1,60,000	2026-27	16,000	16,000
3							
4							
			Total	3,80,000		38,000	38,000

20 Schedule TDS3 — Form 132: prescribed TDS certificate (tenant)

Sl. No.	(1) PAN of the tenant	(2) Aadhaar No. of the tenant	(3a) Name of the tenant	(3b) Section (section 393 table reference)	(4) Gross receipt subject to tax deduction	(5) Year of tax deduction	(6) Tax deducted	(7) TDS credit out of (6) claimed this year
1	AJTPJ6318K		Shri Vikram Chandra Joshi	1007	8,40,000	2026-27	16,800	16,800
2								
				Total	8,40,000		16,800	16,800

21 Schedule IT — Details of advance tax and self-assessment tax payments

Sl. No.	(1) BSR Code	(2) Date of deposit (DD/MM/YYYY)	(3) Serial Number of Challan	(4) Tax paid (Rs.)
1	0230118	15/09/2026	00592	35,000
2	0230118	15/12/2026	01807	40,000
3	0230118	15/03/2027	03264	40,000
4	0230118	10/06/2027	04933	9,590
			Total	1,24,590

22 Schedule TCS — Form 133: TCS certificate

Sl. No.	(1) Tax Collection Account Number of the collector	(2) Name of the collector	(3) Gross payment subject to tax collection	(4) Year of tax collection	(5) Tax collected	(6) TCS credit out of (5) claimed this year
1						
2						
			Total			

TAXES PAID			
D12(a)	Total advance tax paid (from item 21)	D12(a)	1,15,000
D12(b)	Total self-assessment tax paid (from item 21)	D12(b)	9,590
D12(c)	Total TDS claimed (total from items 18 + 19 + 20)	D12(c)	5,84,800
D12(d)	Total TCS claimed (total from item 22)	D12(d)	
D12	**Total taxes paid D12 (a + b + c + d)**	D12	7,09,390
D13	**Amount payable (D11 – D12) (if D11 > D12)**	D13	Nil
D14	**Refund (D12 – D11) (if D12 > D11)**	D14	Nil

PART E — OTHER INFORMATION

Details of all bank accounts held in India at any time during the previous year (excluding dormant accounts)

Sl. No.	IFS Code of the bank	Name of the bank	Account number	Type of account (Savings / Current / Other)	Select for refund credit (tick)
1	HDFC0001234	HDFC BANK	XX4567	Savings	✓
2	SBIN0001492	STATE BANK OF INDIA	XX2295	Savings	
3	ICIC0000048	ICICI BANK LIMITED	XX9836	Savings	
4					

1. All bank accounts held at any time are to be reported, except dormant accounts. 2. In case of multiple accounts, refund will be credited to one of the validated accounts after processing the return. 3. Minimum one account should be selected for refund credit.

VERIFICATION

I, NIKHIL DESHPANDE (full name in block letters),

son / daughter of SHRI ANANT RAO DESHPANDE

solemnly declare that to the best of my knowledge and belief, the information given in the return is correct and complete and is in accordance with the provisions of the Income-tax Act, 2025. I further declare that I am making this return in my capacity as

☑ Self ☐ Representative and I am also competent to make this return and verify it.

I am holding Permanent Account Number A F T P D 6 1 3 2 J

Date 2 5 / 0 7 / 2 0 2 7 (D D M M Y Y Y Y) **Place** MUMBAI **Signature**

27 If the return has been prepared by a Tax Return Preparer (TRP), give further details below

Identification No. of TRP	Name of TRP	Counter signature of TRP

If TRP is entitled for any reimbursement from the Government, amount thereof (Rs.)

EVALUATION SHEET

Compare each figure with the solution of the question

To be filled by the student

Student's Name	Roll No.	Batch No.	Question No.
			4

Sl.	Field	What to check	Student's figure (Rs.)	Tick / Cross
1	B1 i	Gross salary (ia + ib + ic)	32,03,000	
2	B1 ii	Allowances exempt under section 11 (HRA etc.)	6,49,200	
3	B1 iv	Deductions under section 19(1): standard deduction and professional tax	52,500	
4	B1	Income chargeable under the head 'Salaries'	25,01,300	
5	B2	Income chargeable under the head 'House Property' (annual value, 30%, interest)	3,42,800	
6	B3	Income from Other Sources	4,63,200	
7	B4	Gross Total Income	33,07,300	
8	5a / 5b	Section 123 deductions (Schedule S-123)	1,50,000	
9	5f	Section 126 deduction (Schedule S-126)	75,000	
10	5q / 5r	Section 153 deduction (interest)	10,000	
11	5c-5u	Other deductions in Part C	1,73,600	
12	C1	Total deductions	4,08,600	
13	C2	Total Income	28,98,700	
14	D1	Tax payable on total income	6,82,110	
15	D4	Health and Education Cess @ 4%	27,284	
16	D5	Total tax and cess	7,09,394	
17	D12(c) / (d)	TDS and TCS claimed (Schedules TDS1, TDS2, TDS3, TCS)	5,84,800	
18	D12(a) / (b)	Advance tax and self-assessment tax (Schedule IT)	1,24,590	
19	D12	Total taxes paid	7,09,390	
20	D13 / D14	Amount payable or Refund	Nil	

For the examiner

Marks awarded	Signature of the examiner

Remarks of the examiner

Name of the examiner	Date
	D D / M M / Y Y Y Y