

Illustration 15 (Gross Salary)

Mrs. Sushila is employed with M/s. Alliance Engineers Pvt. Ltd. She provides you the following information for the assessment year 2022-23 :

	₹
1. Net Salary per month	19,050
2. Income Tax deducted at source per month	200
3. Profession Tax deducted at source per month	150
4. Provident fund contribution deducted from salary per month	600
5. L.I.C: premia deducted from salary per month	1,000
6. Club fees met by employer	6,000
7. Salary in lieu of leave	6,000
8. She was given car for her exclusive use during office hours only.	

Compute on the basis of above information taxable income under the head, "Salaries" of Mrs. Sushila for the assessment year 2022-23.

Solution

11. Mr. K. K. K. is working in Kots Foods a proprietary concern drawing Basic Salary of ₹ 1,00,000/- per month. He gets the following further benefits.

Motor car is provided for both official and personal purposes with driver. Perquisite value for personal purpose is ₹ 12,000.

Medical facility provided in hospital belonging to the employer value of facility availed ₹ 1,000.

Rent free accommodation at Malegaon. Perquisite Value of which is ascertained to ₹ 21,600.

Gas, water and Electricity bills amounting to ₹ 15,000 for personal use is paid by employer.

Sweeper, Cook and Watchman provided at a salary of ₹ 600/- p.m. each.

Education for children provided in school run by employer. Cost of such education institution is ₹ 23,000/- which is treated as taxable perquisite value.

Holiday trip for self and family provided. Cost of such stay and travel is ₹ 20,800/-. The cost was borne by employer.

He is required to ascertain the income chargeable to tax under the head Income from Salary.

2-23.

Q. 11. Provisions of deduction for a Let out House property or deemed to be let out House property.

Illustration 8.11 : (SOHP – Interest)

Mr. Kewal is the owner of the house in Thane. Rateable Value of this house is ascertained at ₹ 36,000/-. He incurred the following expenses.

- a) Municipal taxes paid ₹ 6,000/-.
- b) interest paid to H.D.F.C. ₹ 2,88,000/-

He borrowed the funds from H.D.F.C. for the purpose of construction of this house. The house is occupied by Mr. Kewal for his own residence. Determine the income under the head "Income from House property" for the assessment year 2022-23 on the assumption that :

- a) the above loan taken and acquisition of the house property was prior to 1st April, 2000.
- b) the above loan taken and acquisition of the house property was on 1st April, 2002.

Solution

Q. 18. Discuss the concept of coownership.

Illustration 8.15 : (Co-ownership)

Mr. Vijay and his two brothers became owners of the house "Pitruchhaya" after the death of their father on 2-2-2010. The house is situated at Pune which was let out. As per the will of their father, brothers were required to pay ₹ 60,000/- in lump sum to their sister Mrs. Prabhadevi as against this house and these three brothers to share the benefits of this house equally. The house was constructed in 1999. Following information relates to the year ending 31st March, 2022.

Particulars	₹
Rent Received	80,000
Municipal Valuation	75,000
Repairs	15,000
Insurance Premium Paid	1,000
Ground Rent	2,000

Municipal taxes amounting to ₹ 15,000 for the year 2021-22 out-standing as on 31-03-2022.

Mr. Vijay got salary from the college amounting to 4,27,500/- during the previous year 2021-22 and he spent on conveyance ₹ 500/- per month. Profession Tax paid ₹ 2,500.

You are required to calculate gross total income of Mr. Vijay for the assessment year 2022-23.

Illustration 10.24

Mr. Satish Mestry purchased a house property for ₹ 1,00,000 on 27th August 1988. He made the following additions/alternations to the House property :

Cost of construction of 1st floor in Financial Year 2002-03

₹ 13,00,000

Cost of construction of 2nd floor in Financial Year 2009-10

₹ 14,00,000

Fair market value of the property on 1-04-2001 was ₹ 15,00,000. He sold the property on 20th October 2021 for ₹ 95,00,000. He paid brokerage of ₹ 55,000 for the sale transaction. The cost inflation index for Financial year 2001-02 is 100, for Financial Year 2002-03 is 105. For financial year 2009-10 is 148 and for financial Year, F.Y. 2021-22 is 317.

Compute the Capital gain of Mr. Satish Mestry for the Assessment Year 2022-23.

October, 2009

Solution

Illustration : 10.21

Mr. Tikekar sold on 01-08-2020 his residential house in Pune for ₹ 80,00,000. It was purchased on 08-08-2012 for ₹ 29,00,000. Expenses on transfer amounted to ₹ 1,50,000. Mr. Tikekar incurred expenses on improvement of old house in financial year 2013-2014 to ₹ 2,20,000. He invested ₹ 25,00,000 for purchase of new residential house on 15-12-2021.

You are required to compute Net Capital Gain for the Assessment year 2022-23.

Relevant Cost Inflation Indices are as under.

Financial Year	Cost Inflation Index
2012-13	200
2013-14	220
2021-22	317

April, 2016