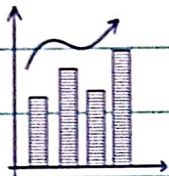


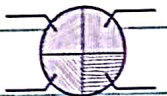
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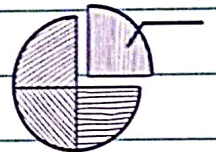
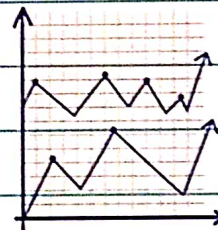
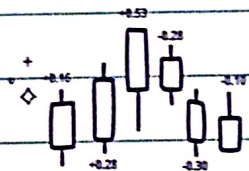
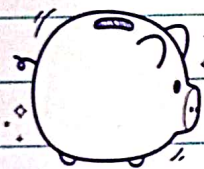


COMPACT



For NOV / DEC. 2023 EXAMS

Amended By Finance Act, 2022 For A.Y. 23-24



Hand Written Notes

By CA BHANWAR BORANA

Volume-1



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#	Individual, HUF, AOP, BOI, Artificial Juridical Person	Tax Rate
A.	For Individual, HUF, AOP, BOI, AJP (Resident or Non-resident)	
	Total income upto ₹2,50,000 (Basic Exemption Limit)	Nil
	> ₹2,50,000 upto ₹5,00,000	5%
	> ₹5,00,000 upto ₹10,00,000	20%
	> ₹10,00,000	30%
B.	For Senior Citizen (Resident Individual age 60 years or more in P.Y.)	
	Total income upto ₹3,00,000 (Basic Exemption Limit)	Nil
	> ₹3,00,000 upto ₹5,00,000	5%
	> ₹5,00,000 upto ₹10,00,000	20%
	> ₹10,00,000	30%
C.	For Super Senior Citizen (Resident Individual age 80 years or more in P.Y.)	
	Total income upto ₹5,00,000 (Basic Exemption Limit)	Nil
	> ₹5,00,000 upto ₹10,00,000	20%
	> ₹10,00,000	30%

Circular No 28/2016 dt 27.07.2016

Any Resident Individual whose 60th/80th birthday falls on 1st April 2023 shall be treated as having completed the age of 60/80 years on 31st March 2023 i.e. PY 2022-23 (AY 2023-24) and hence would be eligible for the higher basic exemption limit of ₹3,00,000 & ₹5,00,000.

Surcharge for Assessee being Individual, HUF, AOP, BOI and AJP:

Condition		Surcharge - % of tax on	
(i)	Total Income upto ₹50 Lakhs	Total Income	Nil
(ii)	Total Income > ₹50 Lakhs but upto ₹1Cr.	Total Income	10%
(iii)	Total Income > ₹1Cr. but upto ₹2Cr.	Total Income	15%
(iv)	Dividend, Capital gain u/s 111A, 112A & 112 > ₹2Cr.	Dividend, Capital gain u/s 111A, 112A & 112	15%
(v)	Remaining Total Income (Total Income excluding Dividend, Capital gain u/s 111A, 112A & 112) > ₹2Cr. but upto ₹5Cr.	Dividend, Capital gain u/s 111A, 112A & 112	15%
		Remaining Total Income	25%

(vi)	Remaining Total Income (Total Income excluding Dividend, Capital gain u/s 111A, 112A & 112)	> ₹5 Cr.	Dividend, Capital gain u/s 111A, 112A & 112 Remaining Total Income	15% 37%
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In other words:

→ In any case, surcharge on Dividend and Capital gain u/s 111A, 112A & 112 shall not exceed 15%.

→ Assessee will never be hit with surcharge of 25% merely because such dividend & capital gains push his total income into "exceeding ₹2 Crores but upto ₹5 Crores" brackets but the remaining total income is less than ₹2 Crores.

Assessee will be hit with surcharge of 25% on his remaining total income only if the remaining total income exceeds ₹2 Crores.

→ Likewise, Assessee will never be hit with surcharge of 37% merely because such dividend & capital gains push his total income into "exceeding ₹5 Crores" brackets but the remaining total income is less than ₹5 Crores.

→ Assessee will be hit with surcharge of 37% on his remaining total income only if the remaining total income exceeds ₹5 Crores.

→ Examples

" ₹ in Lakhs"

	Total Income excluding Specified Income	Specified Income (CG u/s 111A/112A & Dividend)	Total Income	Surcharge applicable on Tax Calculated on	
				Specified Income	Other Income
1	20	25	45	NIL	NIL
2	45	50	95	10%	10%
3	45	70	115	15%	15%
4	45	300	345	15%	15%
5	45	600	645	15%	15%
6	60	30	90	10%	10%
7	60	70	130	15%	15%
8	60	300	360	15%	15%
9	60	700	760	15%	15%

10	150	45	195	15%	15%
11	150	250	400	15%	15%
12	150	500	650	15%	15%
13	300	100	400	15%	25%
14	300	250	550	15%	25%
15	600	100	700	15%	37%

For Company

A. Domestic Company

(1) Total Turnover or Gross Receipt of P.Y. 2020-21 Tax Rates

upto ₹ 400 Crore 25%

(ii) Otherwise 30%

B. Foreign Company 40%

Surcharge: Domestic Co. Foreign Co.

Total Income (NTI)

> ₹ 1 Crore but upto ₹ 10 Crore 7% 2%

> ₹ 10 Crore 12% 5%

For Partnership Firm / LLP / Local Authority

Tax Rate : 30%

Surcharge : @ 12% of Tax if NTI > ₹1 Crore

Note : In all the above cases, Health & Education Cess is applicable @ 4% of Tax (includes surcharge)

For Co-operative societies

Tax rate

Total Income upto ₹10,000 10%

Total Income > ₹10,000 but upto ₹20,000 20%

Total Income > ₹20,000 30%

Surcharge : @7% of Tax if NTI > ₹ 1 Crore upto ₹10 crore and 12% of Tax if NTI > ₹10 Crore

→ Example: 1

Mr. Hari is a resident, aged 42 years. His income details for PY 2022-23 are as follows:

(i) Capital gains u/s 112A - ₹ 25,00,000

(ii) Capital gains u/s 111A - ₹ 20,00,000

(iii) Other income - ₹ 70,00,000
Calculate his tax liability for AY 2023-24

Solution:

Particular	Tax Rate	Income	Tax
LTCG 112A (in excess of 1,00,000)	10%	25,00,000	2,40,000
STCG 111A	15%	20,00,000	3,00,000
Balance NTI	Normal Tax Rate	70,00,000	19,12,500
	Total	1,15,00,000	24,52,500
Add: Surcharge on LTCG 112A & STCG 111A @15%			81,000
Add: Surcharge on Balance Tax @15%			2,86,875
			28,20,375
Add: Health & Education Cess @ 4%			1,12,815
Net Tax Payable			29,33,190

→ Example: 2

Mr. Jay is a resident, aged 32 years. His income details for PY 2022-23 are as follows:

- (i) Capital gains u/s 112A - ₹ 1,00,00,000
- (ii) Capital gains u/s 111A - ₹ 2,00,00,000
- (iii) Other income - ₹ 1,00,00,000

Calculate his tax liability for AY 2023-24

Solution:

Particular	Tax Rate	Income	Tax
LTCG 112A (in excess of 1,00,000)	10%	1,00,00,000	9,90,000
STCG 111A	15%	2,00,00,000	30,00,000
Balance NTI	Normal Tax Rate	1,00,00,000	28,12,500
	Total	4,00,00,000	68,02,500
Add: Surcharge on LTCG 112A & STCG 111A @15%			5,98,500
Add: Surcharge on Balance Tax @15%			4,21,875
			78,22,875
Add: Health & Education Cess @ 4%			3,12,915
Net Tax Payable			81,35,790

→ Example: 3

Mr. BB is a resident, aged 31 years. His income details for PY 2022-23 are as follows:

- (i) Capital gains u/s 112A - ₹ 2,00,000
- (ii) Capital gains u/s 111A - ₹ 4,00,000
- (iii) Dividend ₹13,00,000
- (iv) Other income - ₹ 3,34,00,000

Calculate his tax liability for AY 2023-24

Solution:

Particular	Tax Rate	Income	Tax
LTCG 112A (in excess of 1,00,000)	10%	2,00,000	10,000
STCG 111A	15%	4,00,000	60,000
Balance NTI	Normal Tax Rate	3,47,00,000	1,02,22,500
	Total	3,53,00,000	1,02,92,500
Add: Surcharge on LTCG 112A & STCG 111A @15%			10,500
Add: Surcharge on tax on dividend income @15%			57,446
(Note=1 Tax on Dividend)			
Add: Surcharge on Balance Tax @25% (9839524 × 25%)			24,59,881
			1,28,20,327
Add: Health & Education Cess @ 4%			5,12,813
Net Tax Payable			1,33,33,140

Note: Tax on dividend = $1,02,22,500 / 3,47,00,000 \times 13,00,000 = 3,82,976$

→ Example: 4

Mr. Aadil is a resident, aged 26 years. His income details for PY 2022-23 are as follows:

- (i) Capital gains u/s 112A - ₹ 2,90,000
- (ii) Capital Gain u/s 112 - ₹ 30,00,000
- (iii) Other income - ₹ 2,50,00,000

Calculate his tax liability for AY 2023-24.