

ASSESSMENT OF FIRMS

18)	Net profit			200000
	Add	salary	110000	
		interest over 12% [8000+4000+6000]	18000	
		Fine	1000	
		Rent excess	5000	
		Interest on loan	3000	137000
				<u>337000</u>
	Less :	Interest on FD	10000	
		Interest on debentures	10000	
		Interest on saving	3680	23680
				<u>313320</u>
	Book profit			80000
	Less :	remuneration to working partners		<u>80000</u>
		Gross total income		
	Income from business			233320
	Income from other sources			23680
				<u>257000</u>

19)	Net profit			40000
	Add	salary	305000	
		Interest on capital	22000	
		Municipal taxes	5000	
		Other expenses	48500	420500
				<u>420500</u>
	Less	Intest on debenture	60000	
		Rent	50000	110000
				<u>310500</u>
	Less remuneration			250000
		Computation of GTI		
	Income from house property			
	rent received	50000		
	Less municipal taxes	5000		
		<u>45000</u>		
	Less std deduction 30%	13500		31500
	Income from business			60500
	Income from other sources			60000
				<u>152000</u>

Income of partners

		A	B	C
	Interest on capital	32000	8000	48000
	Remuneration	150000	100000	
	Income from business	182000	108000	48000

20)	Firm satisfies section 184			
	Net profit			106000
	add	salary	240000	
		interest on capital	17500	
		office exp	18800	276300
				<u>382300</u>
	Less	remuneration		240000
				<u>142300</u>

	Total income						
	business income	142300					
	capital gain	564135			706435		
	Tax payable	142300 x 30.9 + 564135 x 20.6	(Rounded off)		161738	42690	112827
	Taxable income of partners	X		Y		155517	6220.68
	Income from business	salary	96000	144000			
		Interest on capital	12% 8000	9500			
	Income from other sources	Interest	470000	423000			
		Bank interest	600000	102000			
	GTI		1174000	678500			
	Less : 80 C and 80 D		82000	56000			
			<u>1092000</u>	<u>622500</u>			

Firm does not satisfy section 184

	Net profit			106000
	add	salary	240000	
		Interest on capital	35000	
		Office exp	18800	293800
				<u>399800</u>
	Income from business			399800
	GTI			564135
	Income from business			963935
	Long term Capital gain			119940
	Tax payable	399800 30%		112827
		564135 20%		232767
				9311
	Edn Cess	4%		<u>242078</u>

Computation of income of partners

		X		Y
	Interest on securities	470000		423000
	Bank interest	600000		102000
		1070000		525000
	Less: Deposit in PPF	70000	45000	
	Medical insurance	12000	11000	56000
		<u>988000</u>		<u>469000</u>

21)	Net profit			80525
	Add	Salary	56000	
		Commission	6000	
		Donation	11000	73000
				<u>153525</u>
	Less:	Capital gain	5000	
		Interest on debenture	19900	
		Interest on securities	3500	28400
				<u>125125</u>
	Less :	Remuneration		62000
	Income from business			63125
	Income from other sources			33500
				96625
	Less :	80G		11000
				<u>85625</u>
	Tax payable	31.2		<u>26715</u>

22)	Net profit			18000
	Add	Depreciation	100	
		Salary to C	2000	
		Interest on capital	4500	
		Reserve for bad debt	500	

	Interest on loan B		300		
	Commission to c		1000		8400
					<u>26400</u>
	Less interest on securities				3000
	Income from business				<u>23400</u>
	Total income	Income from business			23400
		income from other sources			3000
					<u>26400</u>
	Tax payable	31.2			<u>8237</u>
23	Net profit		2440000		
	Add:				
	Salary to Z		480000		
	Commission Y		400000		
	Repairing exp		10000		
	Donation		50000		
	Excess Rent		90000	1030000	
					3470000
	Less:				120000
	Interest on securities				3350000
	Book Profit				
	Less Remuneration				
	a) As per deed	880000			
	b) 90% of first 300000	270000			
	60% of balance	1830000	2100000		
	a or b whichever is less			880000	
	Income from business			2470000	
	Income from other sources			120000	
	GTI			2590000	
	Less: 80G	50%		25000	
	Total income			2565000	
	Tax payable 31.2% of 2565000			800280	
24	Net profit		301000		
	Add:				
	Salary	270000			
	Interest on capital	36000			
		12000			
		54000			
	Municipal taxes 1/3	3333			
	Unreasonable exp	10000	385333	686333	
	Less:				
	Interest on deposit	90000			
	Rent	75000			
	GST not debited	4500		169500	
	Book Profit			516833	
	Less Remuneration				
	a) As per deed	180000			
	b) 90% of first 300000	270000			
	60% of balance	130100	400100		
	a or b whichever is less			180000	
	Income from business			336833	
	Income from house property	75000			
	Less: 30%	22500			
	Income from other sources			90000	
	GTI			479333	
	Total income			479330	
	Tax payable 31.2% of 479330	(rounded off)		149550	

Assessment of companies

18)	Net profit				12254990
	Add				
	cash payment		90000		
	Bad debt recovered		525000		
	Gen. Exp		350000		
	Gen. Exp		40000		
	Gen. Exp		575000		
	Depreciation excess		113100		
	Provision for gratuity		1258500	2951600	
					<u>15206590</u>
	Tax payable	30%	4561977		
	Surcharge	7%	319338		
			4881315		
	Edn Cess	3%	146439	5027755	
19)	Net profit				600000
	Add				
	Late filing of return (not business exp)		5000		
	Capital exp family planning 4/5		60000		
	Secret commission		80000		
	Cost of statue		15000	160000	
					<u>760000</u>
20)	Net profit		500000		
	Less				
	Agcl. Income (40000-25000)		15000	485000	
	Add				
	Installation exp			2000	
	Pension withou TDS			3000	
	Bad debts recovered			30000	
				520000	
	Less				
	Depreciation not charged		35000		
	transfer from reserve (not income)		80000	115000	405000
	Income from house property				
	Actual rent received			144000	
	Less			4000	
	Municipal taxes			140000	
	Less			42000	98000
	Std deduction				<u>503000</u>
	Gross total income being total income				

Assessment of cooperative societies

5)	Income from house property		12000		
	Less : Std deduction		3600	8400	
	Income from business				
	credit facilities	Not taxable			
	sale of agcl impliments seeds	Not taxable			
	marketing of agcl produces	Not taxable			
	profit from other business		60000		
	Less : Deduction 80P C		50000	10000	

	Income from other sources			86000	104400	
	Tax payable					
	upto 10000	10%		1000		
	10000 -20000	20%		2000		
	Above 20000	30%	84400	25320		
				28320		
	Edn cess	4%		1133		
				29453		
	Rounded off				29450	
6)	Income from house property			10000		
	Dividen from cooperative society			10000		
	Income from banking business			20000		
	income from hotel business			70000		
	Income from sale of agricultural produces			15000		
	Income from cottage industry			40000		
	Interest on Govt. Securities			15000		
	Gross total income			180000		
	Less :					
	Income from banking 80P	80P (2)(a)	20000	20000		
	Dividend from cooperative	80P (2)(d)	10000	10000		
	Hotel business	80P (2)(c)	50000	50000		
	Agricultural produces	80P (2)(a)(v)	15000	15000		
	Cottage industry	80P (2)(a)(ii)	40000	40000		
	Total income			135000		
	Tax payable				45000	
	upto 10000	10%		1000		
	10000 -20000	20%		2000		
	Above 20000	30%		7500		
				10500		
	Edn cess	4%		420		
					10920	
7)	Income from house property			10000		
	less MT			1000		
				9000		
	less: 30%			2700	6300	
	Income from godown				7000	13300
	Income from business					
	Profit			145900		
	exp (1500+100+600+1000)			4100	150000	
	Income from credit facilities				35000	185000
	Income from other sources					
	Dividend			5000		
	interest			3000		
	Interest on listed securities (4500x100/90)			5000		13000
						211300
	Less 80G 50% of 10000			5000		
	80P Dividend cooperative society			5000		
	Interest cooperative bank			3000		
	Credit facilities			35000		
	letting of godown			7000		
	Other business			50000		
						105000
						106300
	Tax payable					
	10000	10%		1000		
	10000	20%		2000		
	Balance	30%		25890		
				28890		
	Cess	4%		1156		
	Tax payable				30046	
	Rounded off				30050	
	less TDS 500				500	
	Net tax payable (30050-500)				29550	
8)	Income from house property				12000	
	Income from business			20000		
				55000		
				9000	84000	
	Other sources			25000		
				10000		
				5000		
				40000	80000	
					176000	
	Less 80P credit facility			9000		
	other business			50000		
	dividend			5000	64000	112000
	Tax payable					
	10000	10%		1000		
	10000	20%		2000		
	92000	30%		27600		
				30600		
	Cess	4%		1224		
	Net tax payable				31824	
					31820	
9)	a) Income from house property			5000		
	Income from business			7000		
	Capital gain			700		
	Other sources					
	interest			3000		
	winning from lottery			2000		
	Dividend from cooperative			1000	6000	
					18700	
	Less:					
	80P Income from business			7000		
	Interest other cooperative			3000		
	Dividend			1000		
	Income from prperty (Rural cooperative)			5000	16000	2700
	Tax payable					
	2000	30% lottery		600		
	700	20% LTCG		140		
				740		
	Cess	4%			770	
	Net tax payable (760)					
	b) Total income (No deduction for interest /income from property)				10700	
	Tax payable					
	2000	30% lottery		600		
	700	20% LTCG		140		
	8000	10%		800		
				1540		
	Cess	4%		62		
	Net tax payable (1602	
10)	Income from property			60000		
	Less 30%			18000	42000	
	Rent 144000/90 x 100			160000		
	Less 30%			48000	112000	
					154000	
	Business					
	Credit facilities			35000		
	Power generation			40000		
	Marketing agcl.			17000		

	other business			135700	227700	
Other sources				<u>10000</u>		
				8000	18000	
					<u>399700</u>	
Less 80P	Power generation			40000		
	Credit facilities			35000		
	Marketing agcl.			17000		
	other business			50000		
				10000		
				8000		
				<u>42000</u>	202000	197700
Tax					1000	
					2000	
					53310	
					56310	
		4%			2252	
					58562	
					58560	
	Less TDS			16000		
	Advance tax			<u>17000</u>	33000	25560
11 Rent				60000		
MT				<u>2400</u>		
				57600		
Std deduction				<u>17280</u>	40320	
Business income						
Labour supply					12000	
Capital gain				25000		
				<u>8000</u>	33000	
Other sources						
Govt. securities				40000		
FD Cooperative				<u>32000</u>	72000	
					157320	
80G				10000		
80P				<u>12000</u>		
				32000	54000	103320
Tax	LTCG	25000	20%		5000	
		10000	10%		1000	
		10000	20%		2000	
		58320	30%		17496	
					<u>25496</u>	
Cess			4%		1020	
Rounded off					26516	26520
12					10000	
					105000	
80p	17000				<u>55000</u>	
	3000				170000	
	50000					
	55000					
	<u>10000</u>				135000	35000
Tax	10000	10%			1000	
	10000	20%			2000	
	15000	30%			<u>4500</u>	
					7500	
		4%			300	7800