DU Undergraduate Examination: Common Paper; Sem 1 (2024-25) Solution for AY 2026-27

Value Addition Course **Question-3 on Personal Tax**

From the following particulars related to Ms R who is a Salaried Employee, Compute his total tax liability under old tax Regime and new tax regime for the Assessment Year 2026-27 (Edited)

Gross Salary	15,00,000
Interest on Saving Bank Account	15,000
Contribution to Provident Fund	1,50,000
Premium paid for Health Insurance Policy of her Family	25,000

Calculation of Tax Liability (Old Tax Rates Regime)

Salary		
Gross Salary		15,00,000
Less Standard Deduction		-50,000
		14,50,000
Other Sources		
Interest on Saving Bank Account		15,000
Gross Total Income		**14,65,000**
Less Deduction u/s 80C (Max Rs. 150,000)		
P.Fund Rs. 1,50,000		1,50,000
Less Deduction u/s 80D		
Premium-Health Insurance Policy of Family		25,000
Less Sec 80TTA (SB Intt -Max 10000)		10,000
Total Deductions		**1,85,000**
Total Taxable Income		**12,80,000**
Tax Liability		
Rs. 2,50,001 to Rs. 5,00,000 @ 5%		12,500
Rs. 5,00,001 to Rs. 10,00,000 @ 20%		1,00,000
Rs. 10,00,001 to Rs. 12,80,000 @ 30%		84,000
		1,96,500
Add Health & Education Cess @ 4%		7,860
Tax Payable (Rounded by 10)		**2,04,360**

Calculation of Tax Liability (New Tax Rates Regime)

Salary		
Gross Salary		15,00,000
Less Standard Deduction		-75,000
		14,25,000
Other Sources		
Interest on Saving Bank Account		15,000
Gross Total Income		**14,40,000**
Less Deductions (Not Allowed)		
Total Taxable Income		**14,40,000**
Tax Liability		
Rs. 4,00,001 to Rs. 8,00,000 @ 5%		20,000
Rs. 8,00,001 to Rs. 12,00,000 @ 10%		40,000
Rs. 12,00,001 to Rs. 14,40,000 @ 15%		36,000
		96,000
Add Health & Education Cess @ 4%		3,840
Tax Payable (Rounded by 10)		**99,840**

Advocate Dr. S. B. Rathore

DU Undergraduate Examination: Common Paper, Sem-1 (Academic Year 2024-25) **Solution for AY 2026-27**

Value Addition Course **Question-2 on Personal Tax**

Ms Priya, aged 32 years and a resident in India, earns a salary of Rs. 46,50,000 and makes an investment in PPF of Rs. 1,50,000. Calculate her tax liability under new tax Rates regime for the Assessment year 2026-27 (Edited)

Calculation of Tax Liability (Old Tax Rates Regime)		**Calculation of Tax Liability (New Tax Rates Regime)**	
Salary		Salary	
Gross Salary	46,50,000	Gross Salary	46,50,000
Less Standard Deduction	-50,000	Less Standard Deduction	-75,000
Gross Total Income	**46,00,000**	**Gross Total Income**	**45,75,000**
Less Deduction u/s 80C (Max Rs. 150,000)		Less Deductions (Not Allowed)	
PPF Rs. 1,50,000	1,50,000		
Total Taxable Income	**44,50,000**	**Total Taxable Income**	**45,75,000**
Tax Liability		Tax Liability	
Rs. 2,50,001 to Rs. 5,00,000 @ 5%	12,500	Rs. 4,00,001 to Rs. 8,00,000 @ 5%	20,000
Rs. 5,00,001 to Rs. 10,00,000 @ 20%	1,00,000	Rs. 8,00,001 to Rs. 12,00,000 @ 10%	40,000
Rs. 10,00,001 to Rs. 44,50,000 @ 30%	10,35,000	Rs. 12,00,001 to Rs. 16,00,000 @ 15%	60,000
	11,47,500	Rs. 16,00,001 to Rs. 20,00,000 @ 20%	80,000
Add Health & Education Cess @ 4%	45,900	Rs. 20,00,001 to Rs. 24,00,000 @ 25%	1,00,000
		Rs. 24,00,001 to Rs. 45,75,000 @ 30%	6,52,500
			9,52,500
		Add Health & Education Cess @ 4%	38,100
Tax Payable (Rounded by 10)	**11,93,400**	***Tax Payable (Rounded by 10)***	**9,90,600**

Tax Solutions by Advocate Dr. S. B. Rathore (Tax Doctor) M.Com; M.Phil; LL.B; Ph.D. Retired as Associate Professor of Commerce, Shyam Lal College (University of Delhi), Delhi-110032 # 9811116835

DU Undergraduate Examination: Common Paper, Sem-III (Academic Year 2024-25) **Solution for AY 2026-27**

Value Addition Course **Question-4 on Personal Tax**

Mr Raghav, aged 26 years and a resident in India, earns a salary of Rs. 54,40,000 comprising of his Salary income and interest on fixed deposits of Rs. 40,000. Compute his tax liability (including surcharge and cess) for AY 26-27 (Edited)

Calculation of Tax Liability (Old Tax Rates Regime)		**Calculation of Tax Liability (New Tax Rates Regime)**	
Salary		Salary	
Gross Salary	54,00,000	Gross Salary	54,00,000
Less Standard Deduction	-50,000	Less Standard Deduction	-75,000
	53,50,000		53,25,000
Other Sources: FDR Interest Income	40,000	Other Sources: FDR Interest Income	40,000
Gross Total Income	**53,90,000**	**Gross Total Income**	**53,65,000**
Less Deductions	NIL	Less Deductions (Not Allowed)	
Total Taxable Income	**53,90,000**	**Total Taxable Income**	**53,65,000**
Tax Liability		Tax Liability	
Rs. 2,50,001 to Rs. 5,00,000 @ 5%	12,500	Rs. 4,00,001 to Rs. 8,00,000 @ 5%	20,000
Rs. 5,00,001 to Rs. 10,00,000 @ 20%	1,00,000	Rs. 8,00,001 to Rs. 12,00,000 @ 10%	40,000
Rs. 10,00,001 to Rs. 53,90,000 @ 30%	13,17,000	Rs. 12,00,001 to Rs. 16,00,000 @ 15%	60,000
	14,29,500	Rs. 16,00,001 to Rs. 20,00,000 @ 20%	80,000
Add Surcharge @ 10%	1,42,950	Rs. 20,00,001 to Rs. 24,00,000 @ 25%	1,00,000
Less Marginal Relief (Not Applicable)	NIL	Rs. 24,00,001 to Rs. 53,65,000 @ 30%	8,89,500
	15,72,450		11,89,500
Add Health & Education Cess @ 4%	62,898	Add Surcharge @ 10%	1,18,950
		Less Marginal Relief (Not Applicable)	NIL
			13,08,450
		Add Health & Education Cess @ 4%	52,338
Tax Payable (Rounded by 10)	**16,35,350**	***Tax Payable (Rounded by 10)***	**13,60,790**

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