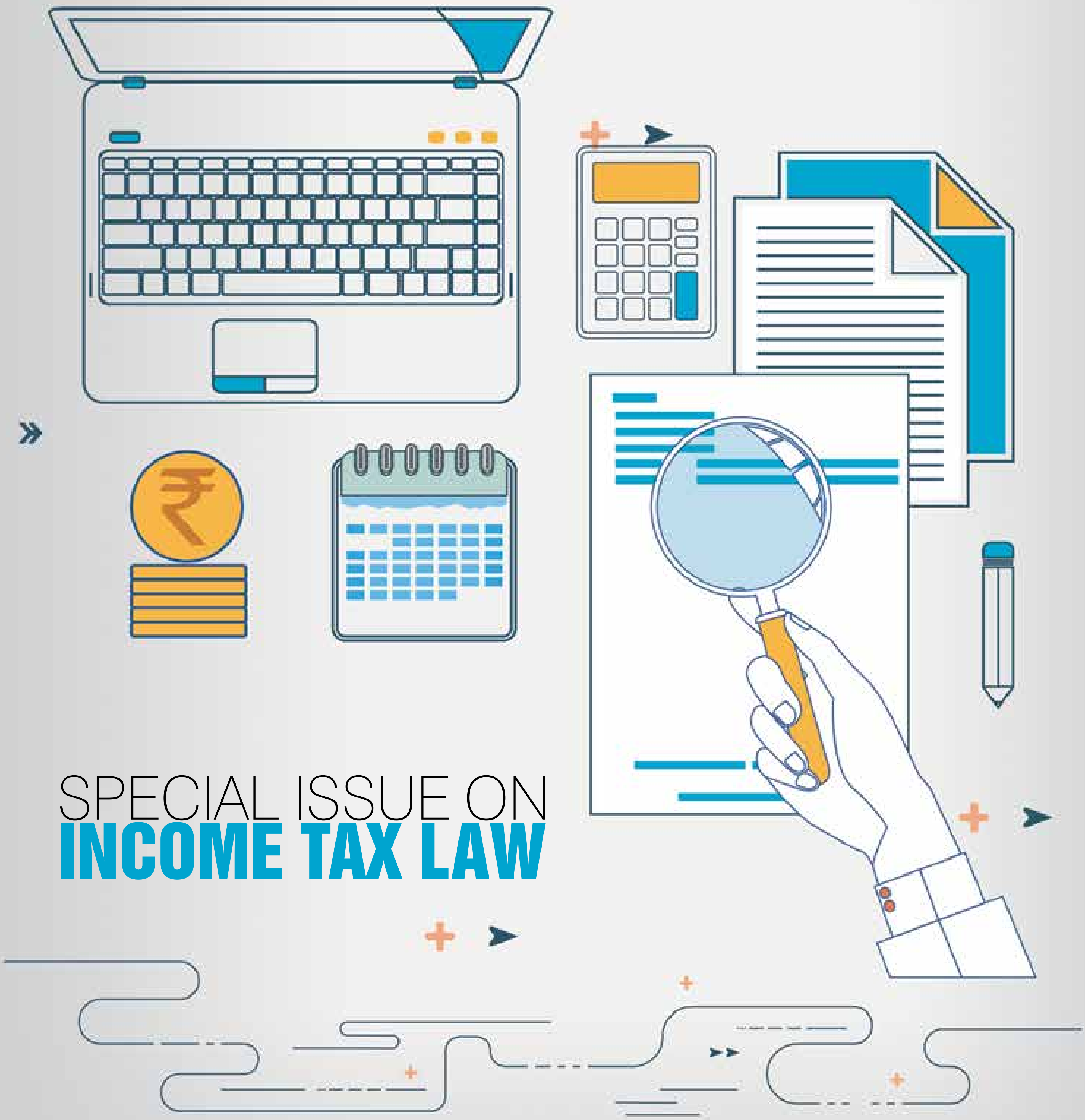
VOL 21 | NO. 8 | PAGES 36 | JANUARY 2018 | ₹50

The Institute of Chartered Accountants of India
(Set up by an act of Parliament)

The Chartered Accountant STUDENT

Your monthly guide to CA news, information and events



SPECIAL ISSUE ON INCOME TAX LAW

GLIMPSES

Ms. Rachel Grimes, President, International Federation of Accountants (IFAC), CA. Nilesh Vikamsey, President, ICAI and Shri V. Sagar, Secretary, ICAI with the students of WIRC at a function in Mumbai. IFAC Executive Director, Ms. Sylvia Wei Yen Tsen and Communications Director, Mr. Anthony Mirenda also seen.

Ms. Rachel Grimes, President, International Federation of Accountants (IFAC), CA. Nilesh Vikamsey, President, ICAI, Shri V. Sagar, Secretary, ICAI, Vice Chairman, Board of Studies, CA. Mangesh Kinare, IFAC Executive Director, Ms. Sylvia Wei Yen Tsen and Communications Director, Mr. Anthony Mirenda with the students of WIRC.

National Talent Hunt and 17th All India Quiz Contest organized by the Board of Studies at New Delhi: CA. Atul K. Gupta, Chairman, Board of Studies and CA. Vandana D. Nagpal, Director, BoS with the participants and officials.

ICAI Vice President, CA. Naveen N.D. Gupta presenting the Cash Award Cheque to one of the winners of the National Talent Hunt.

ICAI Vice President, CA. Naveen N. D. Gupta and Chairman, Board of Studies, CA. Atul K. Gupta with the winners and other participants of the National Talent Hunt and 17th All India Quiz Contest.

CA. Students' Conference, Bhopal: Chief Guest Shri Alok Sanjar, Member of Parliament addressing the Conference. Also seen in dais, Central Council Member, CA. Jay Chhaira, Branch Chairman, CA. Anup Shrivastava and branch CICASA Chairman, CA. Mayank Agarwal.

PRESIDENT'S COMMUNICATION

My Dear Students,

I extend my heartiest best wishes for a blissful, prosperous and productive **New Year 2018**. I sincerely wish that the New Year instills new vigor, vitality, grit and determination in you to accomplish your dreams and aspirations. It is time to set new milestones, to achieve your goal, to re-affirm your commitment and belief in your capabilities to plan for the year ahead. As you look forward with enthusiasm, you need to make firm resolutions to transform from better to best, evolving from a novice/beginner to a knowledgeable young professional and work out a strategy to achieve the goal. ***Persevere, stick to your goal till you get there***.

Transform resolutions into results

You should be realistic in your approach while setting your long-term and short term targets to ensure that you achieve those and fulfill your dream. Confront challenges, design your own strategy, and do your best to achieve desired results in whatever you attempt. Revolutionize your attitude, mindset and thinking and you will achieve amazing feats. As Wade Boggs puts it, ***"A positive attitude causes a chain reaction of positive thoughts, events and outcomes. It is a catalyst and it sparks extraordinary results."***

Cultivate an environment of Excellence

As a conscientious student, you need to focus on positive aspects of your personality. Identify your strengths and strengthen them further so that they become your core competencies. Associate yourself with successful people and achievers, observe them, seek their advice this would help to create a culture of excellence within and around you, motivating you to put in that extra little effort in everything you do. ***Excellence is not an act to be followed, but a habit to be inculcated.***

Exude Positive Energy

Positive energy emanates from positive thoughts like helping others selflessly. Just a little effort of helping others or bringing a smile on someone's face, will give you a lot of satisfaction, peace and positivity. This positivity will transform into positive **ACTIONS!** The more positive energy you draw to yourself, the more strength and willpower you will generate within you to pursue your dreams. Therefore, become a **powerhouse of positive energy and radiate your positivity!**

Attitude of Gratitude

We usually pray to God to grant our wishes, seldom do we thank God for the wonderful bounty of blessings he has granted us. We seldom thank our parents, siblings, teachers/mentors, and friends who help us unconditionally, they are in fact God's blessings to us. So thanking them would mean thanking God. You should appreciate, and acknowledge them and be there for them in their times of need. Gratitude is a powerful process for bringing in more of what you want into your life. Be grateful for what you have, you will attract more good things. So, **Count your blessings.**

Quiz Contest

BOS organized the **17^{th} All India Quiz Contest, on Dec 16, 2017 at the NDMC Convention Centre.** A total of 5 teams, all winners at the regional level, battled it out in the final contest. The team from CIRC represented by **Mr. Ujjwal Bora and Mr. Saurabh Agrahari** was declared the winner and the team from SIRC represented by **Mr. K. Shailesh Krishna and Mr. M. Karthik Prabhu** finished at a close second.

National Talent Hunt : A grand event

The first ever **National Talent Hunt** organized by BOS ICAI with a purpose to provide a platform to our CA Students to show-case and enhance their presentation and communication skills, culminated amidst big fanfare. The final face-off amongst 20 contestants was held in three rounds at **NDMC Convention Centre, Palika Kendra, on Dec 16, 2017.** The programme was graced by Delhi state **BJP** chief **Sh. Manoj Tiwari** with **Vice President ICAI CA. Mr. Naveen N. D. Gupta** who inspired the contestants and audience. **Ms. Janani Kadirvelu Palanivelu** from the southern region clinched the coveted title and a cash reward of ₹ 31,000, **Mr. Satyam Shrey Gupta** from the central region bagged the runners up title and a cash reward of ₹ 21,000 and **Mr. Sumnesh Khatri** from the western region was the second runners up and won a cash reward of ₹ 11,000.

I congratulate all the winners and urge our students to participate in large numbers in these competitions to hone their skills and boost their confidence.

As the nation prepares for the **69^{th} Republic Day,** I extend my heartiest best wishes to all fellow Indians, on the occasion. The result of CA examination November 2017 will also be declared in the current month. I wish you 'All the Best' and sincerely hope for your success.

As the institute has taken a big leap of change in accounting education with the introduction of **Revised Scheme of Education and Training,** as well as assisting the government in implementation of economic reforms like GST, I genuinely believe that the economy will be resurrected and the growth rate touches the 7% mark in the current fiscal year. I wish that the current year brings in fiscal consolidation, more employment opportunities and ease of doing business strengthening our nation, our institute and our profession. Let us all pledge to take our institute to even greater heights with our hard work and committed endeavors. Remember: ***With every roadblock a new detour is built. With every ending a new beginning is defined, Embracing a challenge makes life interesting but overcoming it makes life meaningful.***

With Best Wishes,

N. S. Vikamsey

CA. NILESH S. VIKAMSEY
PRESIDENT
ICAI, NEW DELHI

The best preparation for tomorrow is doing your best today. - H. Jackson Brown, Jr.

VICE PRESIDENT'S COMMUNICATION

Dear Students,

At the outset, I would like to extend my heartiest wishes to all of you for a wonderful and prosperous New Year 2018. I am sure that the New Year will provide our student fraternity to scale new heights of success in their professional endeavours. I feel proud that in each passing year, our Institute is growing from strength to strength in the arena of accounting profession. We all shoulder a greater responsibility to retain the core values of accounting profession. I believe that the New Year is the most suitable time for all of us to take a pledge that we will serve the society with utmost sincerity, honesty and dedication thereby contributing to the overall development of our nation. I am confident that the New Year resolution being adopted by you shall be followed in true letter and spirit so as to achieve the desired goals.

I know that you are all waiting for the results of your November 2017 examinations. I express my best wishes and hope that maximum number of students clear their respective examinations. It is a common fact that the students of the present age are more inquisitive, update and versatile as compared to the students of earlier decades. The stiff competition in all sectors of life actually demands the more competent and professionally sound candidates. The awareness of the students about the economic situation or other surroundings in the country is much better in the contemporary age. A student of chartered accountancy definitely looks forward to complete the course within the stipulated span of time. I can definitely say that the examination standards of our Institute are considered tougher than many other examinations being conducted in our country. There is a general thinking that the Institute controls the results of our examinations. But, I can only assure each and every student of our Institute that the results of the examinations are purely based on the performance of the students as reflected in their answer sheets.

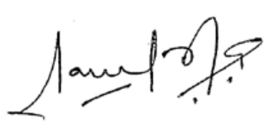
The three years of your articleship really makes you a good professional. The period of practical training attached to our course is meant to enable the students to pick up the skills of articulation, presentation, analysis and understanding of various practical situations in the commercial field encountered by them during the period of their articles. I would like to urge all my students to take the practical training very seriously since it gives you the confidence to handle the particular work competently.

A unique blend of comprehensive academic curriculum with the practical training ensures that a chartered accountancy course student acquires the versatile knowledge required by the Industry and Commerce in today's world and provides the students to diverse real life solutions. That is the reason why the CA profession plays a very useful and positive role in the society. The fresh qualified CAs are well placed in the industries and also have an option for self practice.

I feel immense pleasure to extend my best wishes on the occasion of 69th Republic Day of our beloved country. The celebration of this day instils such a patriotic fervour that truly reflects our unity in diversity. On this occasion, we all should salute our freedom fighters and mighty leaders who sacrificed their lives to redeem our motherland from the bondage of foreign rule. I hope and sincerely cherish that in our country, peace and prosperity will prevail forever.

Wish you all the best for a wonderful New Year 2018 and a happy Republic Day.

Yours Sincerely,



CA. NAVEEN N. D. GUPTA
VICE PRESIDENT, ICAI, NEW DELHI

Perfection is not attainable, but if we chase perfection we can catch excellence. - Vince Lombardi

Dear Students,

By the time you will get this communication we will be in New Year 2018 with new hopes, new commitments and new beginnings. One has to cherish good moments of last year and make a promise to do even better in this Year. The time of result is near, so my best wishes to all of you who appeared for the November 2017 Examinations. Don't panic and hope for the best to happen. Life is always quite unpredictable, one needs to remain prepared for any situation in life, only then you will be able to enjoy every bit of it. Rightly said by Henry David Thoreau, ***"If one advances confidently in the direction of his dreams, and endeavours to live the life which he has imagined, he will meet with success unexpected in common hours".***

Planning and Hard work: Secrets to Success

In order to qualify as a CA without losing time, a student should plan well. Time management is most important. You may retract everything but not the time lost. If we are failing to plan, it means that we are planning to fail. A weekly planner should help you to allocate and utilize time in the most prudent manner. Nothing worth remembering is achievable without working for it. You need to sweat out to accomplish your goal. You need to sacrifice your hobbies and social habits to a certain extent in order to devote more time in preparing for the examination. Hard work never goes unrewarded.

Contemporary and Dynamic Curriculum:

We are so happy to share that the Board of Studies of the Institute is proactively working to provide good quality content in an easily accessible manner for the benefit of students. We have made our curriculum contemporary and very dynamic covering International Taxation, Financial and Capital Markets, Global Financial Reporting Standards, Economics for Finance, Business and Commercial Knowledge besides core papers. We have made all out efforts to make our recently launched curriculum compatible with International Education Standards.

Video Lectures:

The Board of Studies has made available video lectures for practical problem-solving subjects at all the three levels of CA course curriculum. These video lectures hosted on ICAI Cloud Campus, aim to teach step-by-step practical problem-solving process with case studies to give clarity for practical subjects.

At the dawn of this year, the Board of Studies started with 461 video lectures for practical subjects spanning 383 hours. During the year, the Board has also started recording Video Lectures for theoretical subjects such as Auditing and Assurance, Business Laws, Corporate Law, Information Technology etc. which led to a total of 664 lectures covering 559 hours till date.

The recording of Video Lectures for the new scheme of education and training which was launched on July 1, 2017, has also initiated for which 97 lectures of 181 hours are already recorded and made available on the ICAI Cloud Campus. We are happy to note that the facility of e-learning has been highly welcomed by all of you.

E-books:

The Institute is very sensitive to the needs of its students. The e-books facility initially launched for the students of Intermediate (IPC) Course has now been made available to the Foundation and Final Courses as well. This facility enables the students to read the study material on their tablets and smart phones and promote ***"any time any where learning".*** The students can also take the facility of various software to read out the text from study material available on knowledge portal, CDs and E-books.

Case Study:

We are happy to inform you that the Board of Studies has initiated the preparation of Case Studies for all the elective papers. The work is progressing and once we are through with the case studies, the same will be hosted on the Institute website. The preparation of Multi-Disciplinary Case Studies is also underway.

National Talent Hunt:

We feel so proud to share with you all that the first ever National Talent Hunt organized by the Board of Studies was a grand success. The grand finale at New Delhi witnessed 20 contestants from across the country demonstrating their presentation and communication skills. We are quite sure that the occasion has provided a very good platform to our students to present their hidden talent and will motivate thousands of students for next year.

Students' Conferences

Conferences for CA students were organised at various places in the month of December. I was overwhelmed to see such a huge response from all of you. In January also, a few Conferences including an International Conference at Pune have been scheduled. Since these are organised for enriching your skills, to motivate you and to make you all aware about the recent developments, I would advise all of you to attend and participate in such events. These are definitely going to benefit you in fulfilling your career goals.

The year of 2017 was quite fruitful as lot of commendable changes and developments were done by the Board of Studies(BoS). I am sure that in the year 2018 more initiatives will be taken by BoS for making your learning experience with the Institute more joyful and fruitful.

Wishing you all a very happy and a prosperous New Year 2018

CA. ATUL K GUPTA
CHAIRMAN, BOARD OF STUDIES, ICAI

CONTENTS

Office
Board of Studies
The Institute of Chartered
Accountants of India, ICAI Bhawan, A-29,
Sector-62, Noida-201 309.
Phone : 0120-3045938

HEAD OFFICE
The Institute of Chartered Accountants
of India, ICAI Bhawan, Indraprastha
Marg, New Delhi-110 104.

Cover Image Courtesy: www.shutterstock.com
Inside image: www.shutterstock.com

INSIDE

SWACHH BHARAT - A STEP TOWARDS CLEANLINESS

ANNUAL SUBSCRIPTION RATES

CA Students	Members and Others	Overseas
₹200	₹500	US $ 100

Total Circulation: 3,84,521

Check your Address: All students should check their mailing address printed on back cover. In case, there is any change or the PIN Code (Postal Index Code) is either missing or is incorrect, kindly inform immediately the concerned Regional Office, giving full particulars of your address alongwith correct PIN Code. This would enable us to ensure regular and prompt delivery of the Journal.

Correspondence with regard to subscription, advertising and writing articles
Email: writesj@icai.in

Non-receipt of Students' Journal
Email: nosj@icai.in

EDITOR: CA. Atul Kumar Gupta
Printed and published by CA. Vandana D. Nagpal, on behalf of The Institute of Chartered Accountants of India, New Delhi.
PUBLISHED at the Institute's Office at Indraprastha Marg, New Delhi and printed at Spenta Multimedia Pvt. Ltd., Plot 15,16 & 21/1, Village Chikhloli, Morivali, MIDC, Ambernath (West), Dist. Thane

Income-tax Law: A Capsule for Quick Recap

At the Intermediate level, the subject "Income-tax law" largely involves analysis and application of provisions of the Income-tax Act, 1961 to make computations and address application-oriented issues. This subject is very dynamic on account of the large number of changes which take place in the income-tax law every year with the passing of the Annual Finance Act.

In this capsule for students, an attempt has been made to capture the significant provisions of income-tax law which impact the computation of income under different heads as well as the computation of total income of an individual. You are advised to read the July, 2017 edition of the Study Material for a thorough understanding of the provisions of income-tax law and solve the illustrations and exercise questions given therein to hone your application skills. This capsule on IIPCC/Intermediate Paper 4A: Income-tax Law is intended to assist you in the process of revision of concepts discussed in the Study Material.

It may be noted that the income-tax law, as amended by the Finance Act, 2017 is relevant for May 2018 and November 2018 examinations. The relevant assessment year is A.Y. 2018-19.

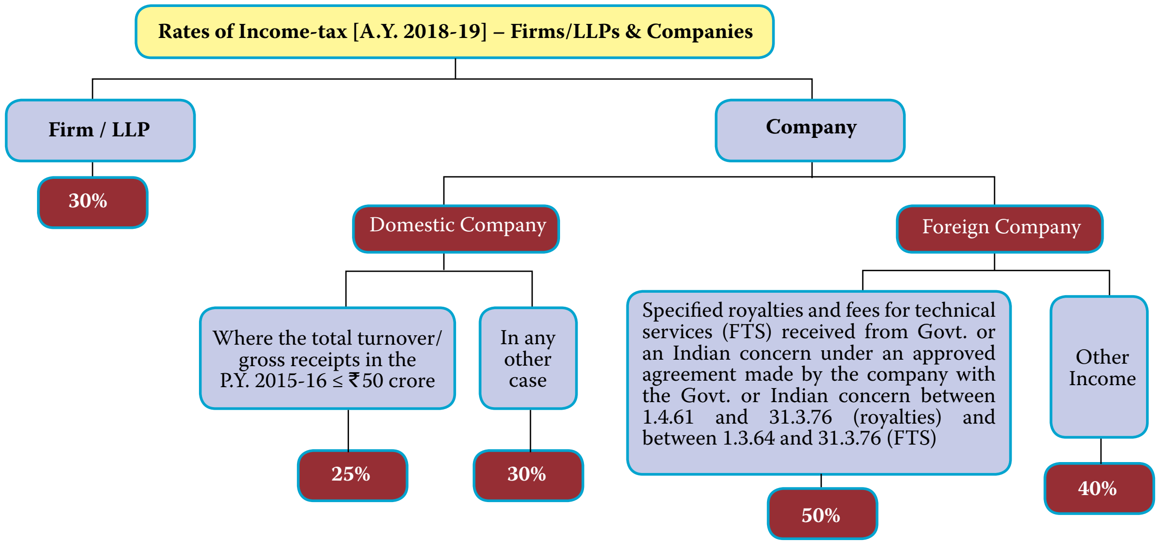
CHAPTER 1: BASIC CONCEPTS

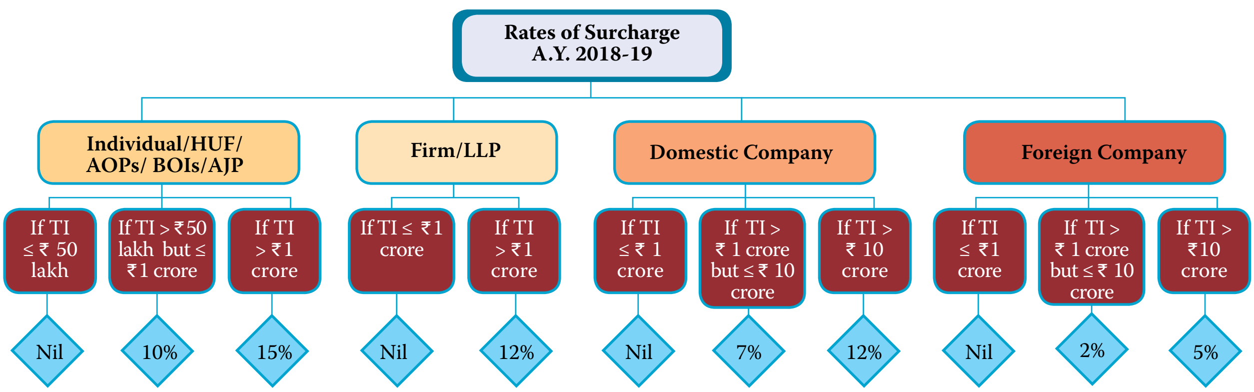
Income-tax is the most significant direct tax. **Entry 82 of the Union List** i.e., List I in the Seventh Schedule to Article 246 of the Constitution of India has given the power to the Parliament to make laws on taxes on income other than agricultural income. Income-tax is a tax levied on the **TOTAL INCOME** of the **PREVIOUS YEAR** (P.Y.) of every **PERSON**. Previous Year (P.Y.) is the F.Y. immediately preceding the **Assessment Year** (A.Y.). A.Y. is the period of 12 months commencing on 1st April every year.

Significant components of income-tax law			
Income-tax Act, 1961 - governs the levy of income-tax in India	**Income-tax Rules, 1962** - formulated for proper administration of the Act	**Circulars** - issued by CBDT to clarify the meaning and scope of certain provisions of the Act	**Notifications** - issued to give effect to the provisions of the Act/make and amend Rules

RATES OF INCOME TAX [A.Y. 2018-19] - INDIVIDUALS		
I	**Individual (other than a resident individual of the age of 60 years or more)** [The same rates are also applicable for HUF/AOPs/ BOIs/Artificial Juridical Person]	
	Total Income (TI)	**Income-tax payable**
(i)	≤ ₹ 2,50,000	Nil
(ii)	> ₹ 2,50,000 but ≤ ₹ 5,00,000	5% of the amount by which the total income exceeds ₹ 2,50,000
(iii)	> ₹ 5,00,000 but ≤ ₹ 10,00,000	₹ 12,500 *plus* 20% of the amount by which the total income exceeds ₹ 5,00,000
(iv)	> ₹ 10,00,000	₹ 1,12,500 *plus* 30% of the amount by which the total income exceeds ₹ 10,00,000
II	**Resident individual of the age of 60 years or more but less than 80 years at any time during the previous year 2017-18**	
	Total Income (TI)	**Income-tax payable**
(i)	≤ ₹ 3,00,000	Nil
(ii)	> ₹ 3,00,000 but ≤ ₹ 5,00,000	5% of the amount by which the total income exceeds ₹ 3,00,000
(iii)	> ₹ 5,00,000 but ≤ ₹ 10,00,000	₹ 10,000 *plus* 20% of the amount by which the total income exceeds ₹ 5,00,000
(iv)	> ₹ 10,00,000	₹ 1,10,000 *plus* 30% of the amount by which the total income exceeds ₹ 10,00,000
III	**Resident individual of the age of 80 years or more at any time during the previous year 2017-18**	
	Total Income (TI)	**Income-tax payable**
(i)	≤ ₹ 5,00,000	Nil
(ii)	> ₹ 5,00,000 but ≤ ₹ 10,00,000	20% of the amount by which the total income exceeds ₹ 5,00,000
(iii)	> ₹ 10,00,000	₹ 1,00,000 *plus* 30% of the amount by which the total income exceeds ₹ 10,00,000

Applicability of Surcharge and Rebate in the hands of resident individuals for A.Y. 2018-19		
Level of Total Income (TI)	**Surcharge**	**Rebate u/s 87A**
≤ ₹ 3,50,000	Not applicable	Income-tax on total income or ₹ 2,500, whichever is less
> ₹ 3,50,000 ≤ ₹ 50,00,000	Not applicable	Not applicable
> ₹ 50,00,000 ≤ ₹ 1,00,00,000	***10%*** of income-tax	Not applicable
> ₹ 1,00,00,000	***15%*** of income-tax	Not applicable





***Note** – Income-tax has to be computed on TI. Surcharge is computed on such income-tax. Education cess@2% and secondary and higher education cess@1% has to be computed on income-tax plus surcharge, if applicable.*

CHAPTER 2 : RESIDENTIAL STATUS AND SCOPE OF TOTAL INCOME

RESIDENCE IN INDIA [SECTION 6]	
(I)	INDIVIDUAL

The residential status of an individual is determined on the basis of the **period of his stay** in India.

Basic conditions:

(i) He must be present in India for a period of **182 days or more** during the P.Y.; or
(ii) He must be present in India for a period of **60 days or more** during the P.Y. and **365 days or more during the 4 years** immediately preceding the P.Y.

Cases where condition (ii) is not applicable:

(a) Where an Indian citizen leaves India in any P.Y. for the purpose of employment outside India or as a member of the crew of an Indian ship;
(b) Where an Indian citizen or a person of Indian origin who, being outside India, comes on a visit to India during the P.Y.

Additional conditions:

(1) He is a **resident in at least 2 out of 10 PYs** preceding the relevant P.Y.;
(2) His **stay in India in the last 7 years** preceding the relevant P.Y. is **730 days or more.**

Resident and ordinarily resident (ROR)	Resident but not ordinarily resident (RNOR)	Non-resident (NR)
Must satisfy at least one of the basic conditions [(i) or (ii)] and both the additional conditions [(1) & (2)].	Must satisfy at least one of the basic conditions [(i) or (ii)] and one or none of the additional conditions [(1) or (2) or neither].	Must not satisfy either of the basic conditions [Neither (i) nor (ii)].

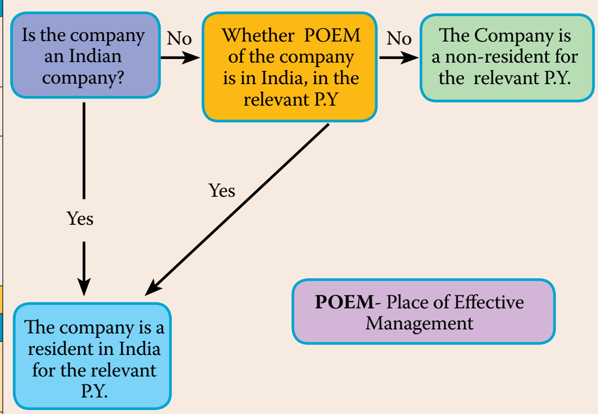
(II) HUF

Residential status	Conditions to be fulfilled
Resident	A HUF would be resident in India if the **control and management** of its affairs is situated **wholly or partly in India.**
Non-resident	If the **control and management** of the affairs is situated **wholly outside India,** it would become a non-resident.
ROR/ RNOR	If the HUF is resident, then, the **satisfaction or otherwise of additional conditions by Karta** would determine whether the HUF is ROR/ RNOR If the karta satisfies both additional conditions [(1) & (2)] in (I) above, then, the HUF would be a ROR ; Otherwise, the HUF would be a RNOR

(III) FIRM & AOPs

Residential status	Conditions to be fulfilled
Resident	A firm or AOPs would be resident in India if the **control and management** of its affairs is situated **wholly or partly in India.**
Non-resident	If the **control and management** of the affairs is situated **wholly outside India,** they would become a non-resident.

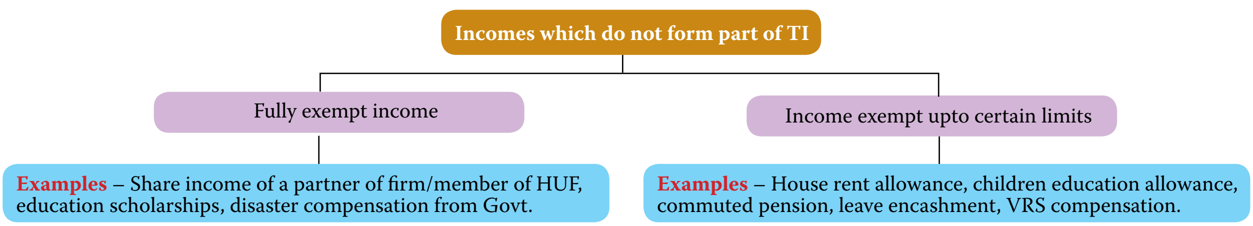
(IV) COMPANY



SCOPE OF TOTAL INCOME [SECTION 5]: Whether the following income are to be included in TI?

Particulars	ROR	RNOR	NR
Income received or deemed to be received in India during the relevant P.Y.	Yes	Yes	Yes
Income accruing or arising or deeming to accrue or arise in India during the relevant P.Y.	Yes	Yes	Yes
Income accruing or arising outside India during the relevant P.Y.	Yes, even if such income is not received or brought into India during the P.Y.	Yes, but only if such income is derived from a business controlled from or profession set up in India; Otherwise, No.	No

CHAPTER 3: INCOMES WHICH DO NOT FORM PART OF TOTAL INCOME



Section	Exempt Income: Some Examples
10(1)	**Agricultural income.** However, agricultural income has to be aggregated with TI (non-agricultural income) for determining the rate at which non-agricultural income would be subject to tax, in case of individuals, HUFs, AOPs & BOIs etc., where the – • Net agricultural income exceeds ₹ 5,000 p.a. and • non-agricultural income exceeds basic exemption limit. The following are the steps to be followed in computation of tax - Step 1: Compute tax on non-agricultural income ***plus*** agricultural income Step 2: Compute tax on agricultural income ***plus*** basic exemption limit Step 3: Tax payable by the assessee = Step 1 – Step 2 Step 4: *Add* Surcharge/*Deduct* Rebate under section 87A, if applicable. Step 5: *Add* Education cess@2% and SHEC@1%.
10(2) / 10(2A)	Share income of a member from HUF / Partner's share in the total income of the firm or LLP.
10(10BC)	Compensation received or receivable from the Central Govt./ State Govt. or a local authority by an individual or his legal heir on account of any disaster except to the extent of loss or damage allowed as dedn under the Act.
10(11A) / 10(16)	Any payment from Sukanya Samriddhi Account / Scholarships granted to meet the cost of education.
10AA	Tax holiday for newly established units in SEZ, engaged in manufacture or production of articles or things or provision of any service, in respect of its profits derived from export of such articles or things or export of services (including computer software). Amount of exemption = Profits of Unit in SEZ x Export turnover of Unit in SEZ / Total turnover of Unit in SEZ 100% of such profits would be exempt in the first five years, 50% in the next five years and in the last five years, 50% subject to transfer to SEZ Re-investment Reserve Account.

CHAPTER 4 - HEADS OF INCOME

UNIT 1 : SALARIES

Computation of income under the head "Salaries"

		Particulars			Amt (₹)
(i)	Basic Salary				xxx
(ii)	Fees/Commission				xxx
(iii)	Bonus				xxx
(iv)	Allowances:				
	(a)	Dearness Allowance			xxx
	(b)	**House Rent Allowance (HRA)**		xxx	
		Less: Least of the following is exempt [Section 10(13A)]		xxx	xxx
		- HRA actually received	xxx		
		- Rent paid (-) 10% of salary for the relevant period	xxx		
		- 50% of salary, if accommodation is located in Mumbai, Kolkata, Delhi or Chennai (or) 40% of salary, if accommodation is located in any other city, for the relevant period	xxx		
	(c)	**Children Education Allowance**		xxx	
		Less: ₹ 100 p.m. per child upto a maximum of two children		xxx	xxx
	(d)	**Children Hostel Allowance**		xxx	
		Less: ₹ 300 p.m. per child upto a maximum of two children		xxx	xxx
	(e)	**Transport allowance**		xxx	
		Less: ₹ 1,600 p.m. (₹ 3,200 p.m., in case of blind/deaf and dumb/orthopedically handicapped employee)		xxx	xxx
	(f)	Entertainment Allowance			xxx
	(g)	Other Allowances including Overtime Allowance, City Compensatory Allowance etc.			xxx
(v)	Taxable Perquisites				
	(a)	**Valuation of rent free accommodation***			xxx
		I) Where the accommodation is provided by the Govt. to its employees			
		License fee determined by the Govt.		xxx	
		Less: Rent actually paid by the employee		xxx	
		II) Where the accommodation is provided by any other employer			
		A) *If the accommodation is owned by the employer*			
		(i) Cities having population > 25 lakh as per 2001 census			
		15% of salary in respect of the period of occupation (–) rent actually paid by the employee		xxx	
		(ii) Cities having population >10 lakh ≤ 25 lakh as per 2001 census			
		10% of salary in respect of the period of occupation (–) rent actually paid by the employee		xxx	
		(iii) In other cities			
		7.5% of salary in respect of the period of occupation (–) rent actually paid by the employee		xxx	
		B) *If accommodation is taken on lease by the employer*			
		Lower of lease rental paid or payable by the employer **(or)** 15% of salary		xxx	
		Less: Rent actually paid by the employee		xxx	
	(b)	**Value of use of motor car** ***[Refer Table 4.1.1]***			
	(c)	**Any other perquisite**: For example,			xxx
		(1) **Provision of services of a sweeper, gardener, watchman or personal attendant :** Actual cost to employer by way of salary paid or payable for such services (-) amount paid by the employee			
		(2) **Gas, electricity, or water supplied by employer for household consumption of the employee:** amt paid on that account by the employer to the agency supplying gas etc. (-) amt paid by the employee			
		(3) **Provision of free or concessional education facilities for any member of employee's household:** Sum equal to the expenditure incurred by the employer (-) amt paid by or recovered from the employee **Where educational institution is maintained and owned by employer :** Cost of such education in similar institution in or near the locality (-) amount paid or recovered from employee [However, there would be no perquisite if the value of benefit does not exceed ₹ 1,000 p.m.]			
		Note: *Above perqs are taxable only in case of specified employees.*			
		(4) **Interest-free or concessional loan exceeding ₹ 20,000 :** Interest computed at the rate charged by SBI as on 1st day of relevant PY in respect of loans for similar purposes on the maximum outstanding monthly balance (-) interest actually paid by employee			

* *in case of furnished accommodation, the value will be increased by 10% p.a. of the cost of furniture or hire charges, as the case may be* ***less*** *amount recovered from the employee.*

		Particulars			Amt (₹)
		(5) **Value of gift, voucher :** Sum equal to the amount of such gift [If value of gift, voucher is below ₹ 5,000, there would be no perq]			
		(6) **Use of moveable assets:**			

Asset given	Value of benefit
(a) Use of laptops and computers	Nil
(b) Movable assets, other than - (i) laptops and computers; and (ii) assets already specified	10% p.a. of the actual cost of such asset, or the amount of rent or charge paid or payable by the employer, as the case may be (-) amount paid by/recovered from an employee

		(7) **Transfer of movable assets:** Actual cost of asset to employer (-) cost of normal wear and tear (-) Amount paid or recovered from employee			

Assets transferred	Computation of cost of normal wear and tear
Computers and electronic items	@ 50% on WDV for each completed year of usage
Motor cars	@ 20% on WDV for each completed year of usage
Any other asset	@ 10% of actual cost of such asset to employer for each completed year of usage [on SLM basis]

		(8) Reimbursement > ₹ 15,000 of expn. actually incurred on medical treatment of any member of employee's family			
		(9) Professional tax paid by the employer			
		(10) **Any sum payable by the employer to effect an assurance on the life of the employee or to effect a contract for annuity:** Actual expenditure incurred by the employer.			
(vi)	**Leave travel concession**			xxx	
	Less: Exempt u/s 10(5) ***[Refer Table 4.1.2]***			xxx	xxx
(vii)	**Gratuity**				
	(a)	Received during the tenure of employment (fully taxable)			xxx
	(b)	Received at the time of retirement or otherwise		xxx	
		Less: Exempt u/s 10(10) ***[Refer Fig. 4.1.3]***		xxx	xxx
(viii)	**Uncommuted Pension (fully taxable)**				xxx
(ix)	**Commuted Pension**			xxx	
	Less: Exempt u/s 10(10A) ***[Refer Fig. 4.1.4]***			xxx	xxx
(x)	**Leave encashment**				
	(a)	Received during the employment (fully taxable)			xxx
	(b)	Received at the time of retirement or otherwise		xxx	
		Less: Exempt u/s 10(10AA) ***[Refer Fig. 4.1.5]***		xxx	xxx
(xi)	**Voluntary retirement compensation**			xxx	
	Less: Exempt u/s 10(10C) - Least of the following:			xxx	xxx
	(a)	Compensation received/receivable on voluntary retirement	xxx		
	(b)	₹ 5,00,000	xxx		
	(c)	3 months salary x completed years of service	xxx		
	(d)	Last drawn salary x remaining months of service left	xxx		
(xii)	**Retrenchment compensation etc.**			xxx	
	Less: Exempt u/s 10(10B)] – Least of the following:			xxx	xxx
	(a)	Compensation actually received	xxx		
	(b)	₹ 5,00,000	xxx		
	(c)	15 days average pay × Completed years of service and part thereof in excess of 6 months	xxx		
Gross Salary					**xxx**
***Less:* Deductions u/s 16**					
Entertainment allowance (only for Government employees) u/s 16(ii)					
Least of the following is allowable as deduction:				xxx	xxx
(a)	₹ 5,000		xxx		
(b)	1/5th of basic salary		xxx		
(c)	Actual entertainment allowance received		xxx		
Professional tax (paid by employer/employee) u/s 16(iii)				xxx	xxx
Net Salary					**xxx**

Note *- For the meaning of "Salary" for the purpose of valuation of perqs/computation of exemption, refer Study Material.*

TABLE 4.1.1
Perquisite value of Motor Car

S. No.	Car owned/ hired by	Expenses met by	Wholly official use	Partly personal use
1	Employer	Employer	No value*	cc of engine: upto 1.6 litres – Perquisite value ₹ 1,800 p.m.; above 1.6 litres – Perquisite value ₹ 2,400 p.m. If chauffeur is also provided, ₹ 900 p.m. should be added to the above value.
2	Employee	Employer	No value *	Actual amount of expenditure incurred by the employer as reduced by the perquisite value arrived at in (1) above.
3	Employer	Employee	-	cc of engine: upto 1.6 litres – Perquisite value ₹ 600 p.m.; above 1.6 litres – Perquisite value ₹ 900 p.m. If chauffeur is also provided, ₹ 900 p.m. should be added to the above value.

** provided employer maintains the complete details of such journey and expn. thereon and gives a certificate that such expn. are incurred wholly for official use.*

Note: *Where car is owned by employer and expenses are also met by the employer, the taxable perquisite in case such car is used wholly for personal purposes of the employee would be equal to the running and maintenance expenses and normal wear and tear (calculated @10% p.a. of actual cost of motor car)* ***less*** *amount charged from the employee for such use.*

TABLE 4.1.2
Leave Travel Concession exempt u/s 10(5)

Exemption is available for 2 trips in a block of 4 calendar years.

S. No	Journey performed by	Exemption
1	Air	Amt. not exceeding air economy fare by the shortest route to the place of destination
2	Any other mode:	
	(i) Where rail service is available	Amt. not exceeding air conditioned first class rail fare by the shortest route to the place of destination
	(ii) Where rail service is not available	
	(a) recognised public transport does not exist	Amt. equivalent to air conditioned first class rail fare for the distance of the journey by the shortest route, as if the journey had been performed by rail
	(b) recognised public transport exists	Amt. not exceeding the first class or deluxe class fare on such transport by the shortest route to the place of destination

FIG 4.1.3
Gratuity exempt u/s 10(10)

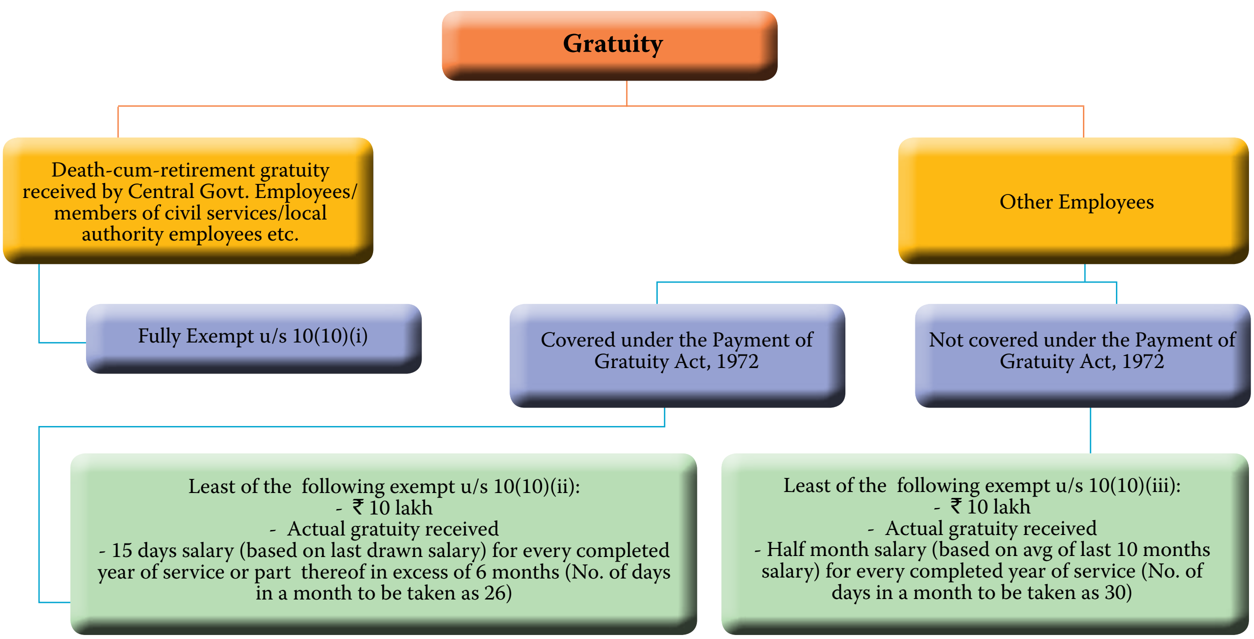


FIG 4.1.4

Commuted Pension exempt u/s 10(10A)

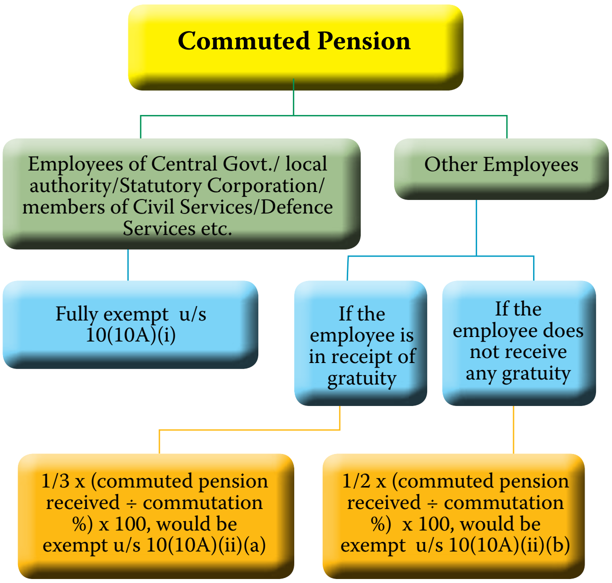
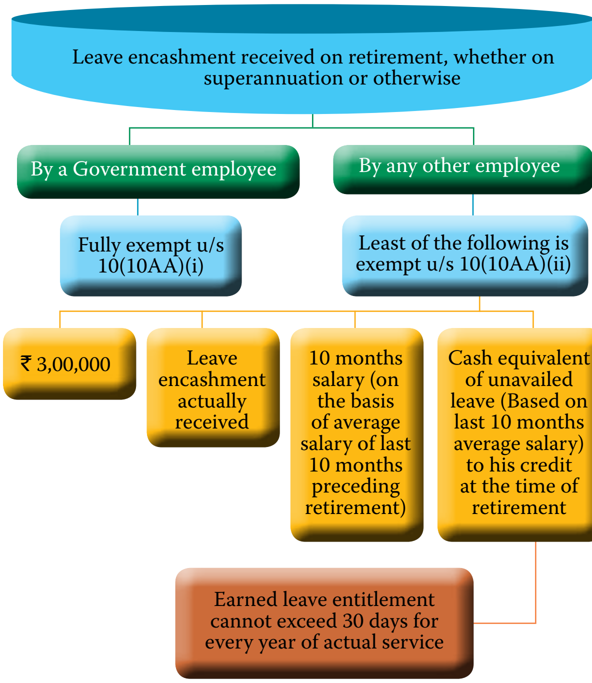


FIG 4.1.5

Leave Encashment exempt u/s 10(10AA)



UNIT 2 : INCOME FROM HOUSE PROPERTY

I Basis of Charge [Section 22]

The annual value of any property comprising of buildings or lands appurtenant thereto, of which the assessee is the owner, is chargeable to tax under the head "Income from house property".

Exceptions: Annual value of the following properties are chargeable under the head "Profits and gains of business and profession"-

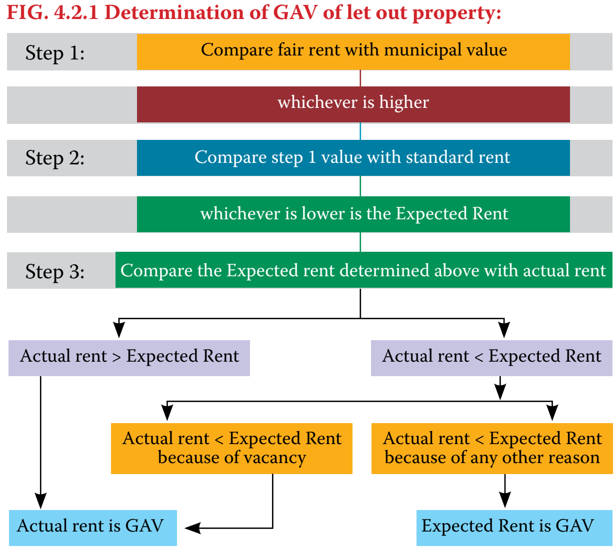
(i) Portions of property occupied by the assessee for business or profession carried on by him.

(ii) Properties of an assessee engaged in the business of letting out of properties.

II Determination of Annual Value [Section 23]

(1) Annual Value of let-out property [Section 23(1)]

FIG. 4.2.1 Determination of GAV of let out property:



Note – Actual rent received/receivable should not include unrealized rent (i.e. any amount of rent not capable of being realized)

(2) Annual Value of one self-occupied property [Section 23(2)/(3)]

Where the property is self-occupied for own residence or unoccupied throughout the PY owing to his employment, business or profession carried on at any other place and residing at that other place in a building not belonging to him, its Annual Value will be Nil, provided no other benefit is derived by the owner from such property.

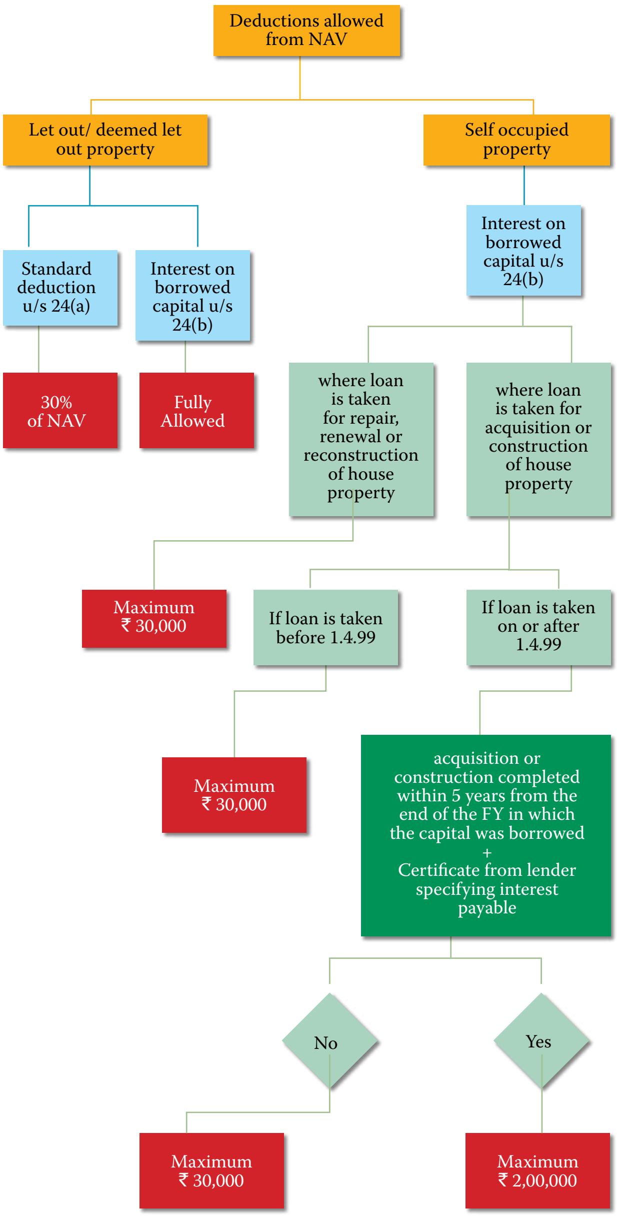
(3) Annual Value of deemed to be let out property [Section 23(4)]

If more than one property is so self-occupied/unoccupied, the assessee may claim benefit of Nil Annual Value in respect of any one property at his option. The other property(s) would be deemed to be let out, in respect of which Expected Rent would be the GAV.

(4) Annual value where the property held as stock-in-trade etc. [Section 23(5)]

Where property is held as stock-in-trade and the whole or any part of the property is not let out during the whole or any part of the PY, the annual value of property or part of the property, for the period upto 1 year from the end of the F.Y. in which certificate of completion of construction of the property is obtained from the competent authority, shall be taken as "Nil".

III Deductions from Net Annual Value [Section 24]



Notes –
(1) Pre-construction interest allowable as dedn in 5 equal installments from the P.Y. of completion of construction.
(2) If a portion of property is let out and a portion self-occupied, then, income will be computed separately for let out and self-occupied portion.

IV Taxability of recovery of Unrealised rent & Arrears of rent received [Section 25A]

(i)	Taxable in the year of receipt/realisation
(ii)	Deduction@30% of rent received/realised
(iii)	Taxable even if assessee is not the owner of the property in the financial year of receipt/realisation.

V Co-owned property [Section 26]

Self-occupied property	Let-out property
The annual value of the property of each co-owner will be Nil and each co-owner shall be entitled to a deduction of ₹ 30,000 / ₹ 2,00,000, as the case may be, on account of interest on borrowed capital.	The income from such property shall be computed as if the property is owned by one owner and thereafter the income so computed shall be apportioned amongst each co-owner as per their specific share.

UNIT 3: PROFITS AND GAINS OF BUSINESS OR PROFESSION

I Income chargeable under the head "Profits and Gains of Business or Profession" [Section 28]

(i)	The profits and gains of any business or profession (PGBP) carried on by the assessee.
(ii)	Any compensation or other payment due to or received by a person, at or in connection with termination of his management, office, agency or modification of the terms and conditions relating thereto in certain cases.
(iii)	Income derived by a trade, professional or similar association from specific services performed for its members.
(iv)	Profit on sale of import licence, cash assistance against exports, duty drawback, profit on transfer of DEPB/DFRC.
(v)	Value of any benefit or perquisite, whether convertible into money or not, arising from business or the exercise of profession.
(vi)	Any interest, salary, bonus, commission or remuneration due to, or received by, a partner of a firm from such firm (to the extent allowed as deduction in the hands of the firm).
(vii)	Any sum, received or receivable, in cash or kind under an agreement for – (a) not carrying out any activity in relation to any business or profession; or (b) not sharing any know-how, patent, copyright, trademark, etc.
(viii)	Any sum received under a Keyman insurance policy including the sum allocated by way of bonus on such policy.
(ix)	Any sum, whether received or receivable, in cash or kind, on account of any capital asset (other than land or goodwill or financial instrument) being demolished, destroyed, discarded or transferred, in respect of which the whole of the expenditure has been allowed as deduction u/s 35AD.

Note *- Income chargeable under the head PGBP or Income from Other Sources has to be computed in accordance with either cash basis or mercantile system of accounting regularly employed by the assessee [Section 145]*

II Computation of income under the head "Profits and gains of business or profession"

	Particulars	Amt (₹)
Net profit as per statement of profit and loss		A
Add:	**Expenses debited to statement of profit and loss but not allowable** • Depreciation as per books of accounts • **30% of sum payable** to residents on which tax is not deducted at source or after deduction has not been remitted on or before the due date **u/s 139(1),** would be disallowed **u/s 40(a)(ia)** [The same is allowable in the year in which the tax is deducted and remitted] • Income-tax paid disallowed **u/s 40(a)(ii)** • Any expenditure incurred, in respect of which payment is made for goods, services or facilities to **a related person,** to the extent the same is **excessive or unreasonable,** in the opinion of the A.O, having regard to its FMV [disallowed **u/s 40A(2)**] • Any expenditure incurred in respect of which payment or aggregate of payments to a **person exceeding ₹ 10,000** in a **single day** is made **otherwise than by way of A/c payee cheque/bank draft or use of ECS** through bank A/c [disallowed **u/s 40A(3)**] • Certain sums payable by the assessee which have **not been** paid during the relevant P.Y. in which the liability was incurred or on or before the due date for filing return **u/s 139(1)** in respect of that P.Y. [**disallowed u/s 43B** – ***Refer Fig. 4.3.1 below***] • **Personal expenses** [not allowable as per **section 37**] • **Capital expenditure** [not allowable as per **section 37**] • **Repairs of capital nature** [not allowable as per **sections 30 & 31**] • Amortization of preliminary expenditure **u/s 35D**/expenditure incurred under voluntary retirement scheme **u/s 35DDA** [4/5th of such expenditure to be added back] • **Fine or penalty** paid for infringement or breach of law [However, penalty in the nature of damages for delay in completion of a contract, being compensatory in nature, is allowable] • All expenses related to income which is not taxable under this head e.g. municipal taxes in respect of house property • Any sum paid by the assessee as an employer by way of **contribution to pension scheme u/s 80CCD** exceeding 10% of the salary of the employee	B
	(A+B)	**C**
Less:	**Expenditure allowable as deduction but not debited to statement of profit and loss** • **Depreciation** u/s 32 [computed as per Rule 5 of Income-tax Rules, 1962] • **Additional depreciation @20%** of actual cost of new P & M acquired by an assessee engaged in the business of manufacture or production of any article or thing or generation, transmission or distribution of power (10% of actual cost, if put to use for less than 180 days in the year of acquisition)/**35%** of actual cost (17.5% if put to use for less than 180 days in the year of acquisition), if the manufacturing undertaking is set up in a notified backward area in the State of **A.P./Bihar/Telengana/West Bengal** on or after 1.4.2015 [Balance additional depreciation can be claimed in the next year] • Deduction **@15%** of actual cost of new P&M **u/s 32AD** in case of a manufacturing undertaking/enterprise set up in a notified backward area in the State of **A.P./Bihar/ Telengana/West Bengal** on or after 1.4.2015. • **Weighted deduction** for expenditure on/contribution for **research u/s 35(1)(ii), 35(2AA), 35(2AB)** in excess of the amount already debited to statement of profit & loss ***[Refer Table 4.3.2 below]*** • **Investment-linked tax deduction** in respect of specified businesses **u/s 35AD** ***[Refer Fig 4.3.3 below]***	D
	(C-D)	**E**
Less:	**Income credited in the statement of profit and loss but not taxable/ taxable under any other head** • **Dividend income** exempt **u/s 10(34)**/taxable **u/s 115BBDA** • **Agricultural income** exempt **u/s 10(1)** • **Interest on securities** taxable under the head "Income from other sources" • **Profit on sale of capital asset** taxable under the head "Capital Gains" • **Rent from house property** taxable under the "Income from house property" • **Interest on savings bank account/FD** taxable under the head "Income from other sources" • **Winnings from lotteries, horse races,** etc. taxable under the head "Income from other sources" • **Gifts exempt or taxable** under the head "Income from other sources" • **Income-tax refund** not taxable • **Interest on income-tax refund** taxable under the head "Income from other sources"	F
	(E-F)	**G**
Add:	**Deemed Income** • **Bad debt** allowed as deduction **u/s 36(1)(vii)** in an earlier PY, now **recovered** [deemed as income **u/s 41(4)**] • Remission or cessation of a trading liability [deemed as income **u/s 41(1)**]	H
	(G+H)	**I**

FIG. 4.3.1
Certain deductions to be allowed only on actual payment (Section 43B)

(a)	Any sum payable by way of tax, duty, cess or fee.
(b)	Any sum payable as an employer by way of contribution to any PF or superannuation fund or gratuity fund etc.
(c)	Any sum payable to an employee as bonus or commission for services rendered.
(d)	Any sum payable as interest on any loan or borrowing from any public financial institution or a State financial corporation or a State industrial investment corporation.
(e)	Any sum payable as interest on any loan or advance from a scheduled bank or co-operative bank.
(f)	Any sum payable as an employer in lieu of any leave at the credit of his employee.
(g)	Any sum payable to the Indian Railways for use of Railway assets.

Deduction in respect of such sums shown in the table

In the P.Y. in which the liability to pay such sum was incurred

If payment was made
- in the same P.Y
(or)
- on or before the due date of filing return u/s 139(1)

In the P.Y. of actual payment

In any other case

TABLE 4.3.2
Deduction for expenditure on/contribution for research under section 35

Section	Expenditure incurred/Contribution made	Deduction (as a % of contribution made)
35(1)(i)	Revenue expenditure laid out or expended on scientific research related to the assessee's business	100%
35(1)(ii)	Any sum paid to a notified approved Research Association/University/ College/ Other Institution for scientific research	150%
35(1)(iia)	Any sum paid to an approved Indian company for scientific research	100%
35(1)(iii)	Any sum paid to a notified approved Research association/University/ College/ Other Institution for research in social science or statistical research	100%
35(1)(iv)	Capital expenditure (other than expenditure incurred on acquisition of land) incurred on scientific research related to the assessee's business	100%
35(2AA)	Any sum paid to an approved National Laboratory/University/IIT/specified person to be used for scientific research undertaken under an approved programme.	150%
35(2AB)	Expenditure incurred by a company engaged in the business of bio-technology or any business of production or manufacture of any article or thing, not being an article or thing specified in Eleventh Schedule, on scientific research (not in the nature of cost of any land or building) on approved in-house R & D facility	150%

FIG 4.3.3
Investment-linked tax deduction under section 35AD

100% of following capital expn. incurred wholly and exclusively for the specified businesses allowable as deduction

Expenditure incurred during the P.Y.	**Expenditure incurred prior to commencement of operations**
Allowed as deduction in the same previous year	• allowed as deduction in the year of commencement of operations • if the amount incurred is capitalized in the books of account on the date of commencement of operations

Capital expenditure does not include the following expenditure

Expenditure on acquisition of any land, goodwill or financial instrument	Expenditure in respect of which payment or aggregate of payments made to a person in a day, otherwise than by way of A/c Payee cheque/bank draft/ECS, exceeds ₹ 10,000

***Note** – For list of specified businesses eligible for deduction u/s 35AD, refer Study Material.*

III Taxability in cases of Composite Income

Rule	Nature of composite income	Business income (Taxable)	Agricultural Income (Exempt)
7A	Income from the manufacture of rubber in India	35%	65%
7B	Income from the manufacture of coffee - sale of coffee grown and cured in India - sale of coffee grown, cured, roasted and grounded in India	 25% 40%	 75% 60%
8	Income from the manufacture of tea in India	40%	60%

IV Special provisions for computing profits and gains on presumptive basis

	Particulars	Section 44AD	Section 44ADA	Section 44AE
(1)	**Eligible Assessee**	**Resident individual, HUF or Partnership firm (but not LLP) engaged in eligible business** and who has not claimed deduction under section 10AA or Chapter VIA under the heading "C – Deductions in respect of certain incomes" **Non-applicability of section 44AD in respect of the following persons:** A person carrying on profession specified u/s 44AA(1); A person earning income in the nature of commission or brokerage; A person carrying on any agency business.	**Resident assessee engaged in any profession specified u/s 44AA(1),** namely, legal, medical, engineering, architectural profession or profession of accountancy or technical consultancy or interior decoration or notified profession (authorised representative, film artist, company secretary, profession of information technology).	An assessee owning **not more than 10 goods carriages** at any time during the P.Y.
(2)	**Eligible business/ profession**	Any business, other than business referred to in section 44AE, whose **total turnover/ gross receipts** in the P.Y. ≤ **₹ 200 lakhs**	Any profession specified under section 44AA(1), whose total **gross receipts ≤ ₹ 50 lakhs** in the relevant P.Y.	Business of **plying, hiring or leasing goods carriages**
(3)	**Presumptive income**	**8% of total turnover/gross receipts** or a sum higher than the aforesaid sum claimed to have been earned by the assessee. **6% of total turnover/gross receipts** in respect of the amount of total turnover/gross receipts received by A/c payee cheque/ bank draft/ECS during the P.Y. or before due date of filing of return u/s 139(1) in respect of that P.Y.	**50% of total gross receipts** of such profession or a sum higher than the aforesaid sum claimed to have been earned by the assessee.	For each goods carriage, **₹ 7,500 for every month or part of the month** during which such goods carriage is owned or a higher amount claimed to have been actually earned from the vehicle.
(4)	**Non-allowability of deductions while computing presumptive income**	Deductions allowable under sections 30 to 38 shall be deemed to have been given full effect to and no further deduction shall be allowed.		
		Even in case of a firm, salary and interest paid to partners is not deductible.	Even in case of a firm, salary and interest paid to partners is not deductible.	In case of a firm, salary and interest paid to partners is deductible subject to the conditions and limits in section 40(b) ***[Refer Note (1) below Table]***
(5)	**Written down value of asset**	WDV of any asset of an eligible business/profession shall be deemed to have been calculated as if the eligible assessee had claimed and had been actually allowed depreciation for each of the relevant assessment years.		
(6)	**Requirement of maintenance of books of account u/s 44AA and audit u/s 44AB**	After declaring profits on presumptive basis u/s 44AD, say, for A.Y. 2018-19, non-declaration of profits on presumptive basis for any of the 5 successive AYs thereafter (i.e., from A.Y. 2019-20 to A.Y. 2023-24), say, for A.Y. 2020-21, would disentitle the assessee from claiming profits on presumptive basis for five successive AYs subsequent to the AY relevant to the PY of such non-declaration (i.e., from A.Y. 2021-22 to A.Y. 2025-26). In such a case, the assessee would have to maintain books of account and other documents u/s 44AA(2) and get his accounts audited u/s 44AB, **if his total income > basic exemption limit in those years.**	If the assessee claims his profits to be lower than the profits computed by applying the presumptive rate, he has to maintain books of account and other documents u/s 44AA(1) and get his accounts audited u/s 44AB, **if his total income > basic exemption limit for that year.**	If the assessee claims his profits to be lower than the profits computed by applying the presumptive rate, he has to maintain books of account u/s 44AA(2) and get his accounts audited u/s 44AB.

Notes *- (1) Any payment by a firm to a working partner by way of salary, bonus, commission or remuneration, authorised by the partnership deed and relates to any period falling after the date of such deed, upto the following limit prescribed u/s 40(b), is allowable as deduction:*

	Book Profit	*Prescribed limit*
(a)	*On the first ₹ 3 lakh of the book profit or in case of a loss*	*₹ 1,50,000 or 90% of book profit, whichever is more*
(b)	*On the balance of book profit*	*at the rate of 60%*

Any payment of interest to any partner which is authorised by and is in accordance with the terms of the partnership deed and relates to any period falling after the date of such deed, to the extent such amount does not exceed simple interest calculated@12% p.a. is allowable as deduction in the hands of the firm.

(2) If a person is not covered under presumptive tax provisions mentioned above, audit of books of account u/s 44AB is mandatory, if, in a case where he carries on business, his total sales, turnover or gross receipts in business > ₹ 1 crore in that P.Y. and in a case where he carries on profession, his gross receipts in profession > ₹ 50 lakh in that P.Y.

UNIT 4: CAPITAL GAINS

I Scope and year of chargeability [Section 45]

Any profits or gains arising from the transfer of a capital asset effected in the previous year (P.Y.) will be chargeable to tax under the head 'Capital Gains' [**CG, in short**], and shall be deemed to be the income of the P.Y. in which the transfer took place [**Section 45(1)**]

Section	Profits or gains arising from the following transactions chargeable as income	P.Y. in which income is chargeable to tax	Deemed Full Value of consideration (FVC) for computation of CG u/s 48
45(1A)	Money or other asset received under an insurance on account of damage / destruction of any capital asset, as a result of, flood, hurricane, cyclone, etc.	The P.Y. in which such money or other asset is received.	The value of money or the FMV of other asset on the date of receipt.
45(2)	Transfer by way of conversion by the owner of a capital asset into stock-in-trade (SIT) of a business carried on by him	The P.Y. in which such SIT is sold or otherwise transferred.	The FMV of the capital asset on the date of such conversion.
45(3)	Transfer of a capital asset by a person to a firm or other AOPs or BOIs in which he is or becomes a partner or member, by way of capital contribution or otherwise.	The P.Y. in which such transfer takes place.	The amount recorded in the books of account of the firm, AOPs or BOIs as the value of the capital asset.
45(4)	Transfer of a capital asset by way of distribution of capital assets on the dissolution of a firm or other AOPs or BOIs or otherwise, is chargeable to tax as the income of the firm, AOPs or BOIs.	The P.Y. in which the said transfer takes place.	The FMV of the capital asset on the date of such transfer.
45(5)	Transfer of capital asset by way of compulsory acquisition under any law, or a transfer, the consideration for which was determined or approved by the Central Government or RBI.	The P.Y. in which the consideration or part thereof is first received.	Compensation or consideration determined or approved in the first instance by the Central Govt or RBI.
	If the compensation or consideration is further enhanced by any court, Tribunal or other authority, the enhanced amount deemed to be the income. However, compensation received in pursuance of an interim order of a court/Tribunal deemed to be income of the P.Y. in which the final order is made.	The P.Y. in which the amount was received by the assessee.	Amount by which the compensation/ consideration is enhanced or further enhanced. For this purpose, cost of acquisition and cost of improvement shall be taken as 'Nil'.
45(5A)	Transfer of a capital asset, being land or building or both, by an individual or HUF, who enters into a specified agreement for development of a project, provided he does not transfer his share in project on or before the date of issuance of completion certificate.	The P.Y. in which the certificate of completion for the whole or part of the project is issued by the competent authority.	The stamp duty value of his share in the project, being L or B or both, on the date of issue of completion certificate (+) Consideration received in cash, if any

II Transactions not regarded as transfer for the purpose of levy of capital gains tax [Section 47]: Some Examples

Any transfer:

- by way of distribution of capital assets on the total or partial partition of a HUF
- of capital asset under a gift or will or an irrevocable trust
- of capital asset by a holding company to its 100% subsidiary Indian company or by a subsidiary company to its 100% holding Indian company
- or issue of shares by resulting company, in a scheme of demerger to the shareholders of demerged company
- by a shareholder in a scheme of amalgamation of shares held by him in the amalgamating company, in consideration of allotment to him of shares in the amalgamated Indian company.
- by an individual of sovereign gold bonds issued by RBI under Sovereign Gold Bond Scheme, 2015 by way of redemption
- by way of conversion of bonds, debentures, debenture stock, deposit certificates of a company, into shares or debentures of that company.
- by way of conversion of preference shares of a company into equity shares of that company
- of a capital asset in a transaction of reverse mortgage under a scheme notified by the Central Govt.

III Mode of Computation of Capital Gains [Section 48]

	Particulars	Amt (₹)	Amt (₹)
In case of a Short-term capital asset (STCA) [For period of holding of STCA refer to *Fig. 4.4.3]*	Full value of consideration received or accruing as a result of transfer	xxx	
	Less: Exp. incurred wholly and exclusively in connection with such transfer (for eg., brokerage on sale)	xxx	
	*(**Note:** Deduction on account of STT paid will not be allowed)*		
	Net Sale Consideration		xxx
	Less: Cost of acquisition (COA) ***[Refer Table 4.4.4]*** Cost of improvement (COI) ***[Refer Table 4.4.5]***	xxx xxx	 xxx
	Short-term capital gain (STCG)		**xxx**
	Less: Exemption u/s 54B/54D ***[Refer Table 4.4.6]***		xxx
	STCG chargeable to tax at rates given in *Table 4.4.2*		**xxx**
In case of a Long-term capital asset (LTCA), refer to [For period of holding of LTCA, refer to *Fig. 4.4.3]*	Full value of consideration received or accruing as a result of transfer	xxx	
	Less: Exp. incurred wholly and exclusively in connection with such transfer	xxx	
	(***Note:*** *Deduction on account of STT paid will not be allowed*)		
	Net Sale Consideration		xxx
	Less: **Indexed cost of acquisition (ICOA)** $\text{Cost of acquisition} \times \dfrac{\text{CII for the year in which the asset is transferred}}{\text{CII for the year in which the asset was first held by the assessee or P.Y. 2001-02, whichever is later}}$	xxx	
	*(**Note:** Benefit of indexation will, however, not be available in respect of LTCG from transfer of bonds or debentures other than capital indexed bonds issued by the Government and sovereign gold bonds issued by RBI)*		
	Less: **Indexed cost of improvement (ICOI)** $\text{Cost of improvement} \times \dfrac{\text{CII for the year in which the asset is transferred}}{\text{CII for the year in which the improvement took place}}$	xxx	xxx
	Long-term capital gains (LTCG)		**xxx**
	Less: Exemption u/s 54/54B/54D/54EC/54EE/54F ***[Refer Table 4.4.6]***		xxx
	LTCG chargeable to tax at the rates given in *Table 4.4.1*		**xxx**

TABLE 4.4.1
Rates of tax on LTCG

<table>
<tr><th>Section</th><th colspan="2">Particulars</th></tr>
<tr><td>10(38)</td><td colspan="2">▲ Exemption of LTCG arising on transfer of
• listed equity shares of a company
• units of an equity oriented fund
if the transaction of sale and acquisition of equity share is chargeable to STT.
▲ LTCGs arising from transactions undertaken in foreign currency on a recognized stock exchange (RSE) located in an International Financial Services Centre (IFSC) exempt u/s 10(38) even though STT is not leviable in respect of such transaction.</td></tr>
<tr><td rowspan="4">112</td><td>LTCA</td><td>Applicable rates of tax on LTCG</td></tr>
<tr><td>Unlisted securities or shares of a closely held company</td><td>Non-corporate non-resident / foreign company - 10%, without the benefit of indexation and currency fluctuation
Other Assessees - 20%, with indexation benefit</td></tr>
<tr><td>Listed securities (other than a unit) or a zero-coupon bond</td><td>- 10%, without the benefit of indexation or
- 20%, availing the benefit of indexation
whichever is more beneficial to the assessee</td></tr>
<tr><td>Other Assets</td><td>- 20%</td></tr>
</table>

TABLE 4.4.2
Rates of tax on STCG

Section	Rates of tax
111A	• Transfer of listed equity shares, units of equity oriented fund - **15%,** if STT has been paid on such sale. • STCG arising from transaction undertaken in foreign currency on a RSE located in an IFSC taxable@**15%** even though STT is not leviable in respect of such transaction.
Note - *Transfer of* ***other STCAs*** *would be chargeable at* ***normal rates of tax****.*	

Notes:
(1) In case of a resident individual or a Hindu Undivided Family(HUF), the LTCG taxable u/s 112 and STCG taxable u/s 111A shall be reduced by the unexhausted basic exemption limit and the balance shall be subject to tax at the rates specified therein
(2) No deduction under Chapter VI-A can be claimed in respect of such LTCG chargeable to tax@20% u/s 112 or STCG chargeable to tax@15% u/s 111A.

FIG. 4.4.3
Period of holding [Section 2(42A)]

STCA, if held for ≤ **12 months** LTCA, if held for > **12 months**	• Security (other than a unit) listed in a recognized stock exchange • Unit of equity oriented fund/ unit of UTI • Zero Coupon bond
STCA, if held for ≤ **24 months** LTCA, if held for > **24 months**	• Unlisted shares • Land or building or both
STCA, if held for ≤ **36 months** LTCA, if held for > **36 months**	• Unit of debt oriented fund • Unlisted securities other than shares • Other assets

TABLE 4.4.4
Cost of Acquisition of certain assets: At a Glance [Section 55(2)]

Sl. No.	Nature of capital asset	Cost of acquisition
1	**Goodwill of a business, trademark, brand name** associated with a business, right to manufacture, produce or process any article or thing, right to carry on any business or profession, tenancy rights, stage carriage permits or loom hours - - Self-generated - Acquired from previous owner	 Nil Purchase price.
2	**Bonus Shares** allotted on or after 1.4.2001	Nil
3	**Rights Shares**	
	Original shares (which form the basis of entitlement of rights shares)	Amount actually paid for acquiring the original shares.
	Rights shares subscribed for by the assessee	Amount actually paid for acquiring the rights shares.
	Rights entitlement (which is renounced by the assessee in favour of a person)	Nil
	Rights shares which are purchased by the person in whose favour the assessee has renounced the rights entitlement	Purchase price paid to the renouncer of rights entitlement as well as the amount paid to the company which has allotted the rights shares.
4	**Any other capital asset**	
	Where such capital asset became the property of the assessee before 1.4.2001	COA of the asset to the assessee, or FMV as on 1.4.2001, at the option of the assessee.
	Where such capital asset became the property of the assessee by any mode specified in section 49(1), namely, by way of distribution of assets on total or partial partition of HUF, under a gift or will, by succession, inheritance, distribution of assets on liquidation of a company, etc. Where the capital asset became the property of the previous owner before 1.4.2001	Cost to the previous owner. Where such cost cannot be ascertained, FMV on the date on which the capital asset became the property of the previous owner. Cost to the previous owner or FMV as on 1.4.2001, at the option of the assessee.

Note*- If right shares or bonus shares are issued/allotted before 1.4.2001, FMV on 1.4.2001 may be taken as COA.*

TABLE 4.4.5
Cost of Improvement of certain assets: At a Glance [Section 55(1)]

Sl. No.	Nature of capital asset	Cost of improvement
1	Goodwill of a business, right to manufacture, produce or process any article or thing, right to carry on any business or profession	**Nil**
2	In relation to any other capital asset	**All capital expenditure** incurred in making additions or alternations to the capital asset **on or after 1.4.2001** – - **by the assessee** after it became his property; and - **by the previous owner** [in a case where the assessee acquired the property by modes specified in section 49(1)].

TABLE 4.4.5

Exemption of Capital Gains (Sections 54 to 54F)

S. No.	Particulars	Section 54	Section 54B	Section 54D	Section 54EC	Section 54EE	Section 54F
1	**Eligible Assessee**	Individual / HUF	Individual / HUF	Any assessee	Any assessee	Any assessee	Individual / HUF
2	**Asset transferred**	Residential House (LTCA)	Urban Agricultural Land	Land & building forming part of an industrial undertaking	Any LTCA	Any LTCA	Any LTCA other than Residential House
3	**Other Conditions**	Income from such house should be chargeable under the head "Income from house property".	Land has been used for agricultural purposes by assessee or his parents or HUF for 2 years immediately preceding the date of transfer.	- L & B have been used for business of undertaking for at least 2 years immediately preceding the date of transfer - the transfer should be by way of compulsory acquisition of the industrial undertaking.	-	-	Assessee should not own more than one residential house on the date of transfer. He should not purchase within 2 years or construct within 3 years after the date of transfer, another residential house.
4	**Qualifying asset i.e., asset in which capital gains has to be invested**	One Residential House situated in India.	Land for being used for agricultural purposes.	Land or Building or right in land or building.	Bonds of NHAI or RECL or any other bond notified by Central Govt (Redeemable after 3 years) namely, PFCL and IRFC bonds.	Unit issued before 1.4.2019 of Specified Fund notified by Central Govt.	One Residential House situated in India.
5	**Time limit for purchase/ construction**	Purchase within 1 year before or 2 years after the date of transfer (or) construct within 3 years after the date of transfer.	Purchase within a period of 2 years after the date of transfer.	Purchase/ construct within 3 years after the date of transfer, for shifting or re-establishing the existing undertaking or setting up a new industrial undertaking.	Purchase within a period of 6 months after the date of transfer.	Purchase within a period of 6 months after the date of such transfer.	Purchase within 1 year before or 2 years after the date of transfer or Construct within 3 years after the date of transfer.
6	**Amount of Exemption**	Cost of new Residential House or CG, whichever is lower, is exempt.	Cost of new Agricultural Land or CG, whichever is lower, is exempt.	Cost of new asset or CG, whichever is lower.	CG or amount invested in specified bonds, whichever is lower. Maximum permissible investment out of CG arising in any FY is ₹ 50 lakhs, whether such investment is made in the current FY or next FY or both.	CG or amount invested in notified units of specified fund, whichever is lower. Maximum permissible investment in such units out of CG arising in any FY is ₹ 50 lakhs, whether such investment is made in the current FY or next FY or both.	Cost of new Residential House ≥ Net sale consideration of original asset, entire CG is exempt. Cost of new Residential House < Net sale consideration of original asset, proportionate CG is exempt.

UNIT 5 : INCOME FROM OTHER SOURCES

Computation of income under the head "Income from Other Sources"

	Particulars			Amt (₹)
(i)	Dividend Income ***[Refer Fig 4.5.3]***			xxx
(ii)	Casual Income (winnings from lotteries, crossword puzzles, races including horse races, card games and other games, gambling, betting etc.)			xxx
(iii)	Interest received on compensation/enhanced compensation deemed to be income in the year of receipt **[Section 56(2)(viii)]**			xxx
(iv)	Advance forfeited due to failure of negotiations for transfer of a capital asset **[Section 56(2)(ix)]**			xxx
(v)	Sum of money or property received by any person **[Section 56(2)(x)]** ***[Refer Table 4.5.4]***			xxx
(vi)	The following income, if not chargeable under the head "Profits and gains of business or profession"			
	(a)	Any sum received by an employer from his employees as contributions to any provident fund, superannuation fund or any other fund for the welfare of the employees		xxx
	(b)	Interest on securities		xxx
	(c)	Income from letting out on hire of machinery, plant or furniture		xxx
	(d)	Where letting out of buildings is inseparable from the letting out of machinery, plant or furniture, the income from such letting		xxx
	(e)	Any sum received under a Keyman insurance policy including bonus on such policy (if not chargeable to tax under the head "Salaries" also)		xxx
(vii)	Any income chargeable to tax under the Act, but not falling under any other head of income			xxx
(viii)	Deemed income u/s 59 - Remission or cessation of a trading liability or receipt of any amount in respect of loss or expenditure allowed as deduction in an earlier PY			xxx
				xxx
Less: **Deductions allowable [Section 57]**				
	(a)	In case of dividends (other than dividends u/s 115-O) or interest on securities - Any reasonable sum paid by way of commission or remuneration to a banker or any other person for realization of such income.	xxx	
	(b)	Income consists of recovery from employees as contribution to any PF, superannuation fund etc. - amount of contribution remitted before the due date under the respective Acts, in accordance with the provisions of section 36(1)(va)	xxx	
	(c)	Income from letting on hire of machinery, plant and furniture, with or without building - current repairs to the machinery, plant or furniture - insurance premium - depreciation/unabsorbed depreciation	xxx	
	(d)	Family Pension: 33⅓% of such income or ₹ 15,000, whichever is less	xxx	
	(e)	Interest on compensation/enhanced compensation received - 50% of such interest	xxx	
	(f)	Any other expenditure not in the nature of capital expenditure incurred wholly and exclusively for earning such income	xxx	xxx
Income from Other Sources taxable at the rates given in *Table 4.5.2*				**xxx**

TABLE 4.5.1
Deductions not allowable [Section 58]

(a)	Any personal expenses of the assessee
(b)	Any interest chargeable to tax under the Act, which is payable outside India on which tax has not been paid or deducted at source.
(c)	Any payment chargeable to tax under the head "Salaries", if it is payable outside India unless tax has been paid thereon or deducted at source therefrom.
(d)	Any exp. in respect of which a payment is made to a related person, to the extent the same is considered excessive or unreasonable by the AO, having regard to the FMV
(e)	Any exp. in respect of which a payment or aggregate payments exceeding ₹ 10,000 is made to a person in a day otherwise than by A/c payee cheque/ bank draft or ECS through bank a/c.
(f)	30% of sum payable to a resident on which tax is deductible at source, if such tax has not been deducted or after deduction has not been paid on or before the due date of filing return u/s 139(1)

TABLE 4.5.2
Tax on income chargeable under the head "Income from Other Sources"

Section	Income	Tax rate and conditions
115BB	Winnings from lottery or crossword puzzle or race including horse race or card game or other game of any sort or gambling or betting of any form or nature	**30% of such winnings** (further increased by surcharge, if applicable, and EC and SHEC@3%) • No expenditure or allowance can be allowed from such income. • Deduction under Chapter VI-A is not allowable from such income. • Adjustment of unexhausted basic exemption limit is also not permitted against such income. • Set-off of losses is not permissible against such income.
115BBDA	Aggregate dividend received by a specified assessee in excess of ₹ 10 lakhs "Specified assessee" - A person other than a domestic company, a fund/ institution/ trust/university/ hospital or a charitable/ religious trust.	**@10% of dividend in excess of ₹ 10 lakhs** (further increased by surcharge, if applicable, and EC and SHEC@3%) • No deduction is allowable in respect of any expenditure or allowance against such income. • Set-off of losses is not permissible against such income.
115BBE	Unexplained cash credits/ investments/money, bullion, jewellery etc.,/expenditure, etc. [referred to in section 68 and sections 69 to 69D]	**@60% of such income *plus* surcharge@25% of tax** (Effective rate of tax is 77.25%, including cess@3%) • No deduction is allowable in respect of any expenditure or allowance • Set-off of losses is not permissible against such income.

***Note** - Other income taxable under this head would be subject to the normal rates of tax.*

FIG. 4.5.3
Chargeability of dividend in the hands of the shareholder

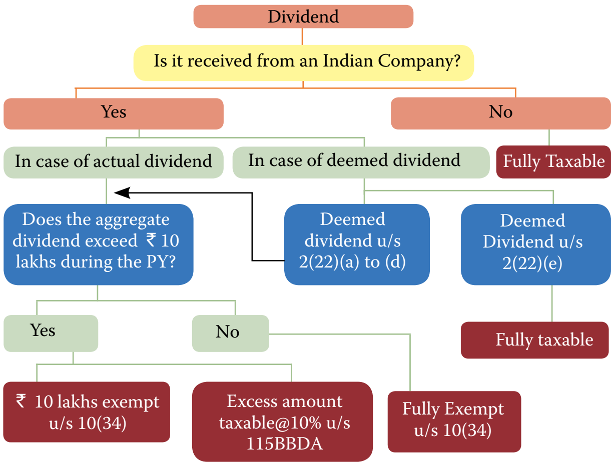
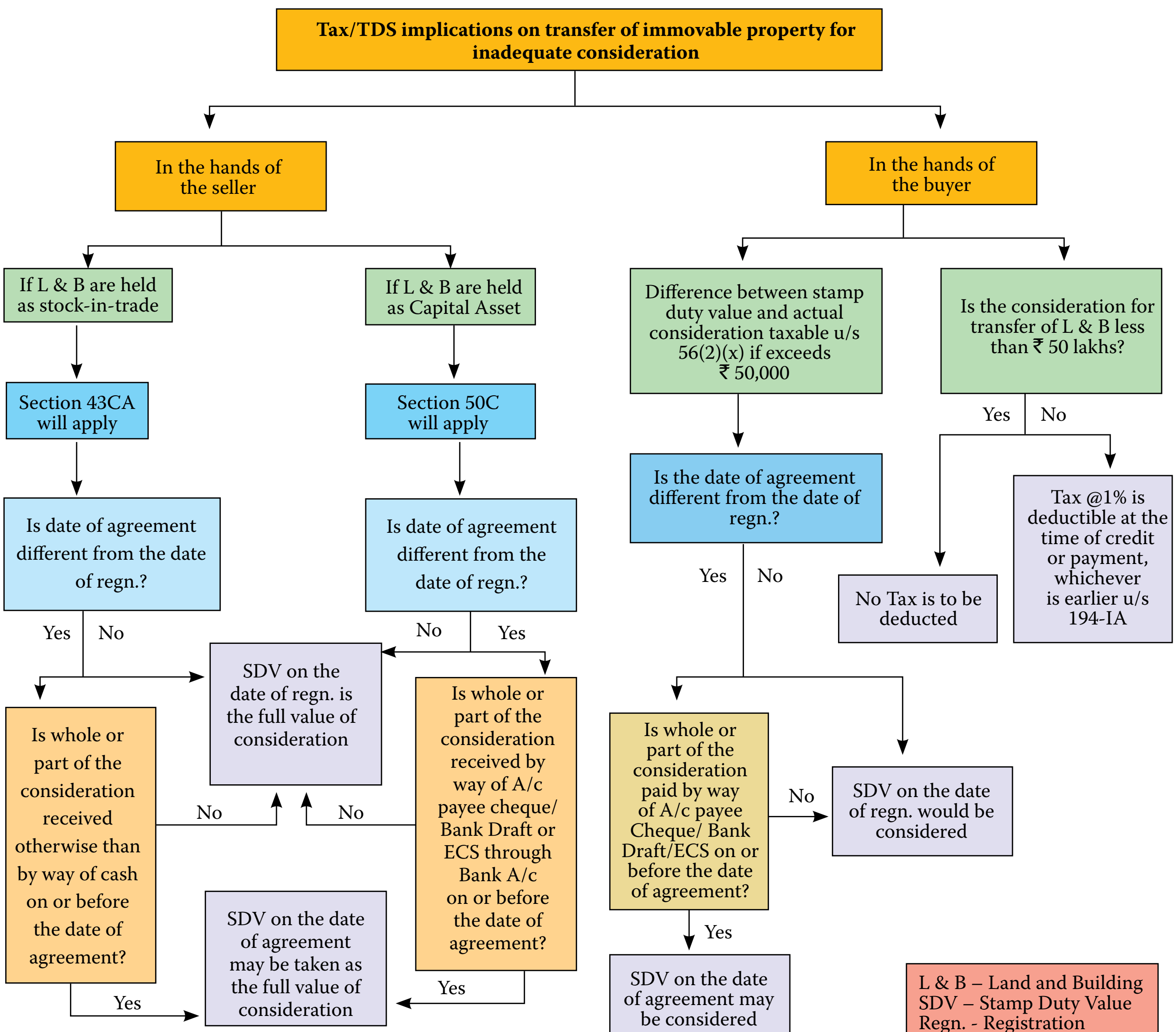


TABLE 4.5.4
Scheme of taxability of Gifts [Section 56(2)(x)]

	Nature of asset		Taxable value
1	Sum of money without consideration		The whole amount, if the aggregate value exceeds ₹ 50,000.
2	Movable property	(i)	**Received without consideration:** The aggregate FMV of the property, if it exceeds ₹ 50,000.
		(ii)	**Received for inadequate consideration:** The difference between the aggregate FMV and the consideration, if such difference exceeds ₹ 50,000.
3	Immovable property *[Refer Fig 4.5.5]*	(i)	**Received without consideration:** The stamp duty value (SDV) of the property, if it exceeds ₹ 50,000.
		(ii)	**Received for inadequate consideration:** The difference between SDV and the consideration, if such difference exceeds ₹ 50,000.

FIG. 4.5.5
Tax/TDS implications on transfer of immovable property for inadequate consideration



CHAPTER 5: INCOME OF OTHER PERSONS INCLUDED IN ASSESSEE'S TOTAL INCOME

Income of other persons includible in the income of an individual

- Transfer of income without transfer of asset **[Section 60]**
- Income arising from revocable transfer of assets **[Section 61]**
  - Exceptions [Section 62]
    - Transfer by way of a trust which is not revocable during the life time of the beneficiary or in case of any other transfer, not revocable during the lifetime of the transferee
    - Transfer before 1 April 1961 and not revocable > 6 years
      - Transferor derives no direct or indirect benefit from such income
        - As and when power to revoke arises, clubbing provisions would apply
- Spouse's income
  - Remuneration to spouse from a concern in which individual has a substantial interest **[Section 64(1)(ii)]**
    - Exceptions
      - Where spouse possesses technical or professional qualification, clubbing provisions will not apply
  - Income arising to spouse from an asset* transferred without adequate consideration or as per agreement to live apart **[Section 64(1)(iv)]**
  - Income arising to any person or AOPs from assets transferred without adequate consideration for the benefit of spouse **[Section 64(1)(vii)]**
- Minor's income **[Section 64(1A)]**
  - All income of a minor is clubbed in the income of parent, whose total income, excluding minor's income, is greater. Exemption of upto ₹ 1,500 per child is available u/s 10(32)
    - Exceptions
      - Income from manual work or from skill, talent or specialised knowledge or experience will not be clubbed
      - Income of a minor child suffering from disability mentioned u/s 80U shall not be clubbed
- Income of son's wife
  - Income arising to son's wife from an asset transferred without adequate consideration **[Section 64(1)(vi)]**
  - Income arising to any person or AOPs from assets transferred without adequate consideration for the benefit of son's wife **[Section 64(1)(viii)]**

* In case of transfer of house property to spouse without adequate consideration, transferor will be deemed as owner of such property as per section 27(i).

CHAPTER 6: SET OFF AND CARRY FORWARD AND SET-OFF OF LOSSES

Inter-source and inter-head set-off of losses

Section	Provision	Exceptions
70	**Inter-source set-off of losses under the same head of income** Any loss in respect of one source shall be set-off against income from any other source under the same head of income. For example, • loss from textile business can be set-off against profit from printing business. • loss from one house property can be set-off against income from another house property. • short-term capital loss (STCL) can be set-off against both STCG and LTCG.	(i) Loss from **speculation business** can be set-off only against profits from another speculation business. (ii) Loss from **specified business u/s 35AD** can be set-off only against profits from any other specified business. (iii) **Long term capital loss (LTCL)** can be set-off only against LTCG. (iv) Loss from the **activity of owning and maintaining race horses** can be set-off only against income from the activity of owning and maintaining race horses.
71	**Inter head adjustment** Loss under one head of income can be set-off against income assessable under any other head of income. For example, business loss can be set-off against income from house property.	(i) Loss under the head **"PGBP" cannot be set off** against income under the head **"Salaries".** (ii) Loss under the head **"Capital gains" cannot be set-off** against income under **any other head.** (iii) **Speculation loss,** losses from **specified business u/s 35AD** and loss from the activity of **owning and maintaining race horses cannot be set-off** against income under **any other head**. (iv) **Loss from house property** can be set-off against income under any other head only to the **extent of ₹ 2 lakhs.** The remaining loss can be c/f for set-off against income from house property of the succeeding year(s).

Losses which cannot be set-off or carried forward

(i) Loss from gambling, betting, card games etc.

(ii) Loss from an exempt source [i.e. LTCL on sale of listed shares (on which STT is paid) cannot be set-off against LTCG taxable u/s 112].

Maximum period of carry forward of losses & Manner of set-off of brought forward losses

Section	Nature of loss to be carried forward	Income against which the brought forward loss can be set-off	Maximum period [from the end of the relevant A.Y.] for c/f of losses
32(2)	Unabsorbed depreciation	Income under any head other than salaries	Indefinite period
71B	Unabsorbed loss from house property	Income from house property	8 AYs
72	Unabsorbed business loss	PGBP	8 AYs
73	Loss from speculation business	Income from any speculation business	4 AYs
73A	Loss from specified business u/s 35AD	Profit from any specified business	Indefinite period
74	LTCL	LTCG	8 AYs
	STCL	STCG/LTCG	8 AYs
74A	Loss from the activity of owning and maintaining race horses	Income from the activity of owning and maintaining race horses.	4 AYs

***Note** – As per section 80, filing of loss return u/s 139(3) within the due date specified u/s 139(1) is mandatory for carry forward of the above losses except loss from house property and unabsorbed depreciation.*

CHAPTER 7: DEDUCTIONS FROM GROSS TOTAL INCOME

Deductions in respect of certain payments			
Section	**Eligible Assessee**	**Eligible Payments**	**Permissible Deduction**
80C	Individual or HUF	**Contribution to PPF, Payment of LIC premium, etc.** Sums paid or deposited in the previous year by way of - - Life insurance premium - Contribution to **PPF/SPF/RPF** and approved superannuation fund - Repayt. of **housing loan** taken from Govt., bank, LIC, specified employer etc. - **Tuition fees** to any Indian university, college, school for full-time education of any two children - **Term deposit** for a fixed period of not less than 5 years with a scheduled bank - Subscription to notified bonds of **NABARD** - Five year **post office time deposit** - Senior Citizen's Savings Scheme Account, etc.	Sums paid or deposited, subject to a maximum of **₹ 1,50,000** **Section 80CCE** Maximum permissible dedn u/s 80C, 80CCC & 80CCD(1) is **₹ 1,50,000.**
80CCC	Individual	**Contribution to certain pension funds** Any amount paid or deposited to keep in force a contract for any annuity plan of LIC of India or any other insurer for receiving pension from the fund.	Amount paid or deposited, subject to a maximum of **₹ 1,50,000**
80CCD	Individuals employed by the Central Govt. or any other employer; Any other individual assessee.	**Contribution to Pension Scheme of Central Govt.** An individual employed by the Central Govt. on or after 1.1.2004 or any other employer or any other assessee, being an individual, who has paid or deposited any amount in his account under a notified pension scheme [National Pension Scheme & Atal Pension Yojana].	**Employee's Contribution/ Individual' Contribution** In case of a salaried individual, dedn. of own contribution u/s 80CCD(1) is restricted to **10% of his salary.** In any other case, dedn. u/s 80CCD(1) is restricted to **20% of GTI.** Further, additional dedn. of upto **₹ 50,000** is available u/s 80CCD(1B). **Employer's Contribution** Dedn. of employer's contribution u/s 80CCD(2) restricted to **10% of salary.** **However, the limit ₹ 1.50 lakh u/s 80CCE does not apply to dedn u/s 80CCD(2) and 80CCD(1B).**
80D	Individual and HUF	**Medical Insurance Premium** (1) Any premium paid, otherwise than by way of cash, to keep in force an insurance on the health of – in case of an individual: self, spouse and dependant children in case of a HUF: Any member of HUF (2) In case of an individual, contribution to CGHS or such other scheme as notified by Central Govt.	Premium paid and/or amount contributed to CGHS subject to a cap of **₹ 25,000** (**₹ 30,000,** in case the person insured is a senior citizen).
		(3) Any premium paid, otherwise than by way of cash, to keep in force an insurance on the health of parents, whether or not dependant on the individual.	Premium paid subject to a cap of **₹ 25,000** (**₹ 30,000,** in case either or both of the **parents** are senior citizen(s)
		Notes - (i) Any amount paid, otherwise than by way of cash, on account of medical expenditure incurred on the health of the assessee or his family member or his parent, who is a very senior citizen and no amount has been paid to effect or to keep in force an insurance on the health of such person.	Amount paid subject to a cap of **₹ 30,000** (In case one parent is a senior citizen, in respect of whom insurance premium is paid, and the other is a very senior citizen on whom medical expenditure is incurred, the total deduction **cannot exceed ₹ 30,000**)
		(ii) Payment, including cash payment, for preventive health check up of himself, spouse, dependant children and parents.	Amount paid subject to a cap of **₹ 5,000,** in aggregate (subject to the **overall individual limit of ₹ 25,000/ ₹ 30,000,** as the case may be)

<table>
<tr><th colspan="4">Deductions in respect of certain payments</th></tr>
<tr><th>Section</th><th>Eligible Assessee</th><th>Eligible Payments</th><th>Permissible Deduction</th></tr>
<tr><td>80DD</td><td>Resident Individual or HUF</td><td>Maintenance including medical treatment of a dependant disabled
Any amount incurred for the medical treatment (including nursing), training and rehabilitation of a dependant disabled
and / or
Any amount paid or deposited under the scheme framed by the LIC or any other insurer or Administrator or Specified Company and approved by Board.
Meaning of Dependant:
<table>
<tr><th>(1) In case of</th><th>(2) Dependant</th></tr>
<tr><td>An Individual</td><td>Spouse, children, parents, brothers, sisters</td></tr>
<tr><td>A HUF</td><td>Any member</td></tr>
</table>
Persons mentioned in column (2) should be wholly or mainly dependant on the person mentioned in corresponding column (1) for support and maintenance. Such persons should not have claimed dedn. u/s 80U in computing TI of that year.</td><td>Flat deduction of ₹ 75,000.

In case of severe disability (i.e. person with 80% or more disability), the flat deduction shall be ₹ 1,25,000.</td></tr>
<tr><td>80DDB</td><td>Resident Individual or HUF</td><td>Deduction for medical treatment of specified diseases or ailments
Amount paid for specified diseases or ailment
<table>
<tr><th>Assessee</th><th>Amount spent</th></tr>
<tr><td>An Individual</td><td>For himself or his dependant, being spouse, children, parents, brothers or sisters wholly or mainly dependant on the individual for support and maintenance</td></tr>
<tr><td>A HUF</td><td>For any member</td></tr>
</table></td><td>Actual sum paid or ₹ 40,000 (₹ 60,000, where the payment is for medical treatment of a resident senior citizen and ₹ 80,000, where the payment is for medical treatment of a resident very senior citizen), whichever is less,
minus
the amount received from the insurance company or reimbursed by the employer.</td></tr>
<tr><td>80E</td><td>Individual</td><td>Interest on loan taken for higher education
Interest on loan taken from any financial institution or approved charitable institution.
Such loan is taken for pursuing his higher education or higher education of his or her relative i.e., spouse or children of the individual or the student for whom the individual is the legal guardian.</td><td>The dedn. is available for interest payment in the initial A.Y. (year of commencement of interest payment) and seven AYs immediately succeeding the initial A.Y.
(or)
until the interest is paid in full by the assessee,
whichever is earlier.</td></tr>
<tr><td>80EE</td><td>Individual</td><td>Deduction for interest on loan borrowed from any financial institution (bank/housing finance company) for acquisition of residential house property.
(In case the property is self-occupied, the dedn. would be over and above the dedn. of ₹ 2 lakhs u/s 24; In case the property is let-out, entire interest can be claimed as dedn. u/s 24 while computing income from house property.

However, dedn. u/s 80EE can be claimed during the pre-construction period, when dedn. u/s 24 is not permissible. Such interest on which dedn. u/s 80EE has been claimed cannot be included in pre-construction interest for dedn. u/s 24 later on in installments).</td><td>Dedn. of upto ₹ 50,000 would be allowed in respect of interest on loan taken from a financial institution.
Conditions:
(1) Loan should be sanctioned during P.Y.2016-17
(2) Loan sanctioned ≤ ₹ 35 lakhs
(3) Value of house ≤ ₹ 50 lakhs
(4) The assessee should not own any residential house on the date of sanction of loan.</td></tr>
</table>

<table>
<tr><th colspan="4">Deductions in respect of certain payments</th></tr>
<tr><th>Section</th><th>Eligible Assessee</th><th>Eligible Payments</th><th>Permissible Deduction</th></tr>
<tr><td>80G</td><td>All Assessees</td><td colspan="2">Donations to certain funds, charitable institutions etc.
There are four categories of deductions -
<table>
<tr><th></th><th>Category</th><th>Donee</th></tr>
<tr><td>I</td><td>100% deduction of amount donated, without any qualifying limit</td><td>PM's National Relief Fund, National Children's Fund, Swachh Bharat Kosh, National Defence Fund etc.</td></tr>
<tr><td>II</td><td>50% deduction of amount donated, without any qualifying limit</td><td>PM's Drought Relief Fund, Jawaharlal Nehru Memorial Fund, Indira Gandhi Memorial Trust, Rajiv Gandhi Foundation.</td></tr>
<tr><td>III</td><td>100% deduction of amount donated, subject to qualifying limit</td><td>Govt. or local authority or institution for promotion of family planning etc.</td></tr>
<tr><td>IV</td><td>50% deduction of amount donated, subject to qualifying limit</td><td>Govt. or any local authority to be used for charitable purpose, other than promotion of family planning, notified temple, church, gurudwara, mosque etc.</td></tr>
</table>
Calculation of Qualifying limit for Category III & IV donations:
Step 1: Compute adjusted total income, i.e., the GTI as reduced by the following:
1. Deductions under Chapter VI-A, except u/s 80G
2. STCG taxable u/s 111A
3. LTCG taxable u/s 112
Step 2: Calculate 10% of adjusted total income.
Step 3: Calculate the actual donation, which is subject to qualifying limit [Total of Category III and IV donations, shown in the table above]
Step 4: Lower of Step 2 or Step 3 is the maximum permissible dedn.
Step 5: The said dedn. is adjusted first against donations qualifying for 100% dedn. (i.e., Category III donations). Thereafter, 50% of balance qualifies for dedn u/s 80G.
Note - No deduction shall be allowed for donation paid in cash in excess of ₹ 2,000 and donation in kind.</td></tr>
<tr><td>80GG</td><td>Individual not in receipt of house rent allowance</td><td>Rent paid for residential accomodation</td><td>Least of the following is allowable as dedn.:
(1) 25% of total income;
(2) Rent paid – 10% of total income
(3) ₹ 5,000 p.m.
No dedn. if any residential accommodation is owned by assessee/spouse/minor child/HUF at the place where he ordinarily resides or performs the duties of his office or employment or carries on his business or profession.</td></tr>
<tr><td>80GGB</td><td>Indian company</td><td>Contributions to political parties
Any sum contributed by it to a registered political party or an electoral trust.</td><td>Actual contribution
(otherwise than by way of cash)</td></tr>
<tr><td>80GGC</td><td>Any person, other than local authority and an artificial juridical person funded by the Govt.</td><td>Contributions to political parties
Amount contributed to a registered political party or an electoral trust.</td><td>Actual contribution
(otherwise than by way of cash)</td></tr>
<tr><th colspan="4">Deductions in respect of Certain Incomes</th></tr>
<tr><td>80QQB</td><td>Resident individual, being an author</td><td>Royalty income, etc., of authors of certain books other than text books
Consideration for assignment or grant of any of his interests in the copyright of any book, being a work of literary, artistic or scientific nature or royalty or copyright fee received as lumpsum or otherwise.</td><td>Income derived for exercise of profession or ₹ 3,00,000, whichever is less.

In respect of royalty or copyright fee received otherwise than by way of lump sum, income to be restricted to 15% of value of books sold during the relevant P.Y.</td></tr>
<tr><td>80RRB</td><td>Resident individual, being a patentee</td><td>Royalty on patents
Royalty in respect of a patent registered on or after 1.4.2003</td><td>Whole of such income or ₹ 3,00,000, whichever is less.</td></tr>
</table>

Deductions in respect of Other Income			
Section	**Eligible Assessee**	**Eligible Income**	**Permissible Deduction**
80TTA	Individual or a HUF	**Interest on deposits in savings account** Interest on deposits in a savings account with a bank/a co-operative society engaged in banking business or a post office (not being time deposits, which are repayable on expiry of fixed periods)	Actual interest subject to a maximum of **₹ 10,000.**

Other Deductions			
80U	Resident Individual	**Deduction in case of a person with disability** Any person, who is certified by the medical authority to be a person with disability.	Flat dedn. of **₹ 75,000,** in case of a person with disability. Flat dedn. of **₹ 1,25,000,** in case of a person with severe disability (80% or more disability).

CHAPTER 8 : COMPUTATION OF TOTAL INCOME AND TAX LIABILITY OF INDIVIDUAL

Steps for computation of total income of an individual

Determine his residential status [ROR/RNOR/Non-resident]

Classify his income under five heads

Salaries | **Income from house property** | **PGBP** | **Capital Gains** | **Income from other sources**

Compute income under each head applying the charging & deeming provisions and providing for permissible deductions/exemptions thereunder

Apply the clubbing provisions to include income of spouse, minor child etc.

Set-off current year losses and brought forward losses as per the provisions of the Act

Compute his Gross Total Income (GTI)

Less Deductions from GTI under Chapter VI-A

Total Income (TI)

Computation of tax payable by an individual		
Step	**Manner of computation of tax payable**	**Amt**
1	**Tax on total income (TI)** [Compute tax on TI by applying – • the **special rates** of tax on LTCG/STCG/Casual income/dividend > ₹ 10 lakh; and • the **slab rates** of tax on the remaining TI, after adjusting the basic exemption limit]	A
2	*Add:* **Surcharge** on tax computed in step (1) @10%, if his TI > ₹ 50 lakh but ≤ ₹ 1 crore; @15%, if his TI > ₹ 1 crore *Less:* **Rebate u/s 87A** on tax computed in step (1) [tax payable or ₹ 2,500, whichever is less, if TI ≤ ₹ 3,50,000]	B C
3	Tax computed in step (1) ***plus*** surcharge computed in step (2), if applicable ***(or) minus*** rebate computed in step (2), if applicable [i.e., A+B (or) A-C (or) A, as the case may be]	D
4	*Add:* **Education cess@2% & SHEC@1%** on the amt computed in Step 3 (i.e., on “D”)	E
5	Total tax payable [Amt computed in step 3 + Cess computed in Step 4] i.e., (“D” + “E”)	F
6	*Less:* Tax deducted at source **(TDS)**/Tax collected at source **(TCS)** **Advance tax** paid	G H
7	**Net tax payable/refundable** [F-G-H]	I

CA Students Conference - HYDERABAD

05TH & 06TH JANUARY, 2018

SHILPAKALA VEDIKA, MADHAPUR, HYDERABAD

Organized by: Board of Studies, ICAI
Hosted by: Hyderabad Branch of SIRC & SICASA of ICAI
THEME: NURTURING VALUES & INTEGRITY- ATTAINING EXCELLENCE IN PROFESSIONAL PURSUITS.

DAY-1

09.01 am to 10.30 am	**Inaugural Session** **Chief Guest: Shri B. V. R. Mohan Reddy, Padma Shree Awardee,** Founder and Executive Chairman Cyient on "Expectations of Industry from Finance Professionals"
10.31 am to 11.30 am	**Special Session: I : Topic: CA Profession – The Way Ahead**
12:01 pm to 01:00 pm	**Special Session: II: Topic: BOS & Interaction with Board of Studies on Importance of Article Training & Activities of BOS.**
01.01 to 01.30 pm	**Proud of Achievers- Merit Awards distribution**
3:01 pm to 04:15 pm	**Technical Session: I : Topic: Goods & Services Tax (GST)**- Time & Place of Supply; Value of Supply; Input Tax Credit
04.46 pm to 06.00 pm	**Technical Session : II : Topic : Business Management & Economic Laws** - Risk Management; Capital Markets – The Way ahead; Prevention of Money Laundering Act

DAY 2

09:00 am to 10:30 am	**Special Session : III : Topic : Employment -India & Abroad- Employment in MNC's -Do's & Don't's** & Employment **Scenario in India & Abroad**
11.01 am to 12.15 pm	**Technical Session : III : Topic : Direct Taxes**- Restrictions on Cash Transactions under Income Tax Act, 1961; TDS on payments to NRIs; Future of Tax Assessments
12.16 pm to 01.45 pm	**Special Session : IV: Topic: Practice – The Way Ahead**- Non Traditional Areas of Practice, Gender Not an issue……..,Technology & Startups for Budding professionals
03:01 pm to 04:15 pm	**Technical Session : IV: Topic: Corporate Law & Auditing**- Insolvency & Bankruptcy Code; Reading Balance sheet Indian GAAP vis a vis Ind AS; Forensic Audit
04:46 pm to 06:00 pm	**Special Session : V: Topic : General Etiquettes & The Unwritten rules -Do's & Don'ts in Profession**

Students Eligible to attend the Students Conference: Students who have registered as IPCC/Intermediate Students/ Students who are pursuing their Article ship Training/ Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training. (CPT Students and Students who have completed one year beyond their Article ship training will not be eligible to register for these Conferences)

Registration fees	₹ 500/- per student till 31st Dec, 2017, ₹ 700/- per student from 01st Jan, 2018 ₹ 900/- per student for On the spot Registration
Payment Mode	Cash. DD/Cheque to be drawn in favor of Hyderabad Branch of SICASA payable at Hyderabad Or For online Registration Visit Website www.hydicai.org; Email: hyderabad@icai.org; Ph: 040 29707024

CA. Atul Kumar Gupta, Chairman, BoS; **CA. Mangesh Pandurang Kinare**, Vice-Chairman, BoS; **CA. M. Devaraja Reddy**, Central Council Member, Conference Director; **CA. Chengal Reddy R**, Chairman, Hyderabad Branch of ICAI & **CA. Pankaj Kumar Trivedi**, Chairman, Hyderabad Branch of SICASA of ICAI, Conference Coordinators.

CA Students Conference - TRIVANDRUM

08^{TH} & 09^{TH} JANUARY, 2018

ALAKAPURI AUDITORIUM, TRIVANDRUM

Organized by: Board of Studies, ICAI
Hosted by: TRIVANDRUM Branch of SIRC and SICASA of ICAI
THEME: NURTURING VALUES & INTEGRITY- ATTAINING EXCELLENCE IN PROFESSIONAL PURSUITS

DAY-1

08:00 am to 09:30 am	**Registration**
09:30 am to 11:00 am	**Technical Session : I Topic : Income Tax**- Overview on ICDS; Overview on AS; ICDS VS AS
11:00 am to 11:45 am	**Inaugural Session**
12:00 am to 01:30pm	**Special Session : I: Interaction with Board of Studies**
02:15 pm to 03:45 pm	**Special Session : II: Topic : Ethical Values in Profession**
04:00 pm to 05:30 pm	**Technical Session : II: Topic: Corporate Law** - Provisions related to private companies; Audit and Accounts; Schedule III of Companies Act

DAY 2

09:15 am to 11:00 am	**Technical Session : III: Topic: Standards on Audit** – SA 700 Series; SA 230; SA 260
11:30 am to 01:00 pm	**Special Session: III: Topic : Importance of Articleship and Student Motivation**
02:00 pm to 3:30 pm	**Technical Session : IV: Topic: Accounting Standard** –AS VS IND AS; First time implementation challenges & transitional provisions of Ind AS; IND AS -16 Plant, Property & Equipment
03:30 pm to 05:00 pm	**Technical Session : V: Topic: Goods & Service Tax**- Registration & Filing of GST Return; Reverse Charge Mechanism; GST on Service Sector

Students Eligible to attend the Students Conference: Students who have registered as IPCC/Intermediate Students/ Students who are pursuing their Articleship Training/Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training. (CPT Students and Students who have completed one year beyond their Articleship training will not be eligible to register for these Conferences)

Registration fees	₹ 500/- per student
Payment mode	**Cash/DD/Cheque** to be drawn in favour of **The Institute of Chartered Accountants of India, payable at Trivandrum.** Ph:+91-471-2323789/ 2328590; Email: –icaitvm@gmail.com and sicasamail@gmail.com

CA. Atul Kumar Gupta, Chairman, BoS; **CA. Mangesh Pandurang Kinare,** Vice-Chairman, BoS; **CA. Babu Abraham Kallivayalil,** Central Council Member, Conference Director; **CA. Hari K.S, Chairman,** Trivandrum Branch of ICAI & **CA. Roopesh R, Chairman,** Trivandrum Branch of SICASA of ICAI, Conference Coordinators.

CROSSWORD SOLUTION - DECEMBER 2017

[1]B	[2]I	[3]N	A	[4]R	Y			[5]A	[6]A		[7]H	U	F	
[8]O	G	I	V	E				[9]S	G	[10]S	T			
[11]N	S	E		[12]P	[13]P	[14]P		[15]H	O	T	M	A	[16]I	[17]L
[18]U	T	C		[19]O	I	L		[20]O	R	A	L		[21]N	O
S		[22]E	G		N	O		[23]R	A	T		[24]I	T	O
	[25]U			[26]W	E	D	G	E		[27]A	[28]L	E	R	T
[29]P	N	[30]B		I					[31]C	S	O		I	E
[32]F	I	N	A	N	[33]C	[34]I	A	L		[35]T	R	E	N	D
[36]R	T	I		[37]D	O	D	O		[38]B	I	D		S	
D			[39]F	O	O	L		[40]A	R	C		[41]A	I	[42]D
A		[43]D	O	W		[44]E	[45]M	I	T	S		[46]M	C	I
	[47]T	R	E	S	[48]S		I	M			[49]D			M
[50]O	R	E			[51]E	G	G	S		[52]T	I	[53]M	[54]E	
[55]L	E	S	S	E	E		H		[56]G	O	I	N	G	
[57]D	E	S	T	I	N	A	T	I	O	N		[58]C	O	N

International Conference for CA Students - PUNE

13TH & 14TH JANUARY 2018

MAHALAXMI LAWNS, SRIDHAR COLONY, KARVE NAGAR, PUNE, MAHARASHTRA 411052

Organized by: Board of Studies, ICAI
Hosted by: Pune Branch of WIRC & WICASA of ICAI
THEME: NURTURING VALUES & INTEGRITY - ATTAINING EXCELLENCE IN PROFESSIONAL PURSUITS

DAY-1	
09.30 am to 10.30 am	**Inaugural Session**
10.30 am to 12.15 pm	**Technical Session : I : Topic : Taxation** - Base Erosion and Profit Shifting: A global challenge; Alternate Minimum Tax / Minimum Alternate Tax – International Perspectives; Six months of Goods and Service Tax in India – Learning and Way Forward
12.15 pm to 01.00 pm	**Special Session:** I: BOS Presentation and Interaction with Board of Studies.
01.00 pm to 01.45 pm	**Special Session: II : Motivational Session** to deliver key Note Address on topic **"How CA Profession helps him to reach on Self-Actualisation stage"** by Maslow Need Hierarchy Theory.
02.30 pm to 04.00 pm	**Technical Session : II: Topic : Accountancy and Finance** - Accounting for E – Commerce Business; Integrated Reporting – Beyond Financial Statements; XBRL/Standard Business Reporting
04.00 pm to 05.00 pm	**Special Session : III: Topic:** Session on Ethical Values in the Profession, etc.
DAY 2	
10.00 am to 11.30 am	**Technical Session : III : Topic : Corporate Laws** -Insolvency and Bankruptcy Code, 2016 – Avenues for CA professionals; Anti – Money Laundering – Combating the Financing of illegal activities; Corporate Governance – Preventing economic crisis
11.30 am to 12.30 pm	**Special Session :IV: Topic: "Success Stories" or "Opportunities" by Special Address by HR Executives/CFOs/Faculties of IIMs and IITs/IRS/IAS**
12.30 pm to 01.45 pm	**Technical Session : IV : Topic : Auditing Standards & Ethics**- Ensuring Ethics in CA profession – Educational and Interventional Strategies; Forensic Audit – Relevance in Current Scenario; Internal Financial Controls – Impacts on Ultimate Reporting
02.45 pm to 04:00 pm	**Technical Session : V : Topic : Economic and Strategy**- National Capital Accounting; Sustained Reforms – Improving 'Doing Business Ranking'; Mergers and Acquisitions – Crossing Global Barriers
04.00 pm to 04.30 pm	**Valedictory Session**

Students Eligible to attend the Students Conference: Students who have registered as IPCC/Intermediate Students/ Students who are pursuing their Articleship Training/Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training. (CPT Students and Students who have completed one year beyond their Articleship training will not be eligible to register for these Conferences).

Registration fees	₹ 500/- per student till 08th Jan 2018 ₹ 600/- per student from 9th – 12th Jan 2018 ₹ 700/- per student for on-the-spot registration	Accommodation (if required) @ Rs. 2000 per student
Payment Mode	Cash/DD/Cheque to be drawn in favour of "ICAI International Conference for CA Students". Or Details for Online Registration (if any): http://puneicai.org/register-for-event/?id=7358 Ph- 020– 24212251/52/ 8237166006; E-mail:- cpe@puneicai.org; Website:- www.puneicai.org	

CA. Atul Kumar Gupta, Chairman, BoS; **CA. Mangesh Pandurang Kinare,** Vice-Chairman, BoS; **CA. S. B. Zaware,** Central Council Member, Conference Director; **CA. Arun Anandagiri,** Chairman, Pune Branch & **CA. Rajesh Agrawal,** Chairman, WICASA Pune Branch, Conference Coordinators.

The Institute of Chartered Accountants of India (ICAI)

ICAI Commerce Wizard-2017: A Talent Search Test in Commerce

Organised By: **Career Counseling sub-group under BoS, ICAI**

For Details and Registration please visit the Exclusive Website for ICAI Commerce Wizard, 2017: ***icw.icai.org***

The Commerce Talent Search Test called as Commerce Wizard -2017 is a diagnostic test that measures the concept understanding ability of a student. Unlike regular tests which try only to find out how much a child knows, this test measures how well a student has understood the concepts.

Eligibility: Students appearing in class X/XI/XII examination

Online Registration

Registration Fees : ₹100/- upto 14th Jan. 2018

Late Registration Fees : ₹150/- 15th Jan. to 19th Jan. 2018

The Commerce Wizard will be conducted by means of in two levels i.e. Level I (Online) & Level II (Online/Pen & Pencil test) in English language for Students studying in class X/XI/XII & B.Com /BBA /BMS/Allied Subjects Part I, Part II & Part III:

Class	No. of Questions	Duration	Subjects	Mode	Negative Marking	Max. Marks	Pattern
X	100	1 Hr 15 Min	(I) Social Studies (Economics) (II) Mathematics (III) Business Awareness (IV) Aptitude	Online/Pen & Pencil	0.25	100	Objective - type (Multiple Choice) questions
XI	100	1 Hr 15 Min	(I) Business Studies (II) Accountancy (III) Economics (IV) Aptitude	Online/Pen & Pencil	0.25	100	
XII	100	1 Hr 15 Min	(I) Business Studies (II) Accountancy (III) Economics (IV) Aptitude	Online/Pen & Pencil	0.25	100	
B.Com /BBA /BMS/ Allied Subjects Part I, Part II & Part III Examination	100	1 Hr 15 Min	(I) Business Studies (II) Accountancy (III) Economics/ Financial Studies (IV) Aptitude	Online/Pen & Pencil	0.25	100	

Date Timings for the aforesaid test :

Class X/XI/XII & B.Com /BBA /BMS/Allied Subjects Part I, Part II & Part III	Level-I (Online test) 21st January, 2018 (Sunday)	Level-II Test : Online or Pen Pencil Mode in the designated test centre 28th January, 2018 (Sunday) **For Class X/XI/XII** 10:30 am. To 11.45 a.m. **For B.Com /BBA/BMS/Allied Subjects Part I/Part II/Part III** 3.00 p.m. to 4.15 p.m.
Class X /B.Com /BBA/BMS/Allied Subjects Part I	11.45 AM to 1.00 PM	
Class XI /B.Com /BBA/BMS/Allied Subjects Part II	2.00 PM to 3.15 PM	
Class XII/B.Com /BBA/BMS/Allied Subjects Part III	4.15 PM to 5.30 PM	

Prizes for Participants

Level-I Test

- All participants In Level-1 test will receive a Participation Certificate.

Level-II Test

- 1st Rank holder will be awarded with Rs 75,000/- for Class X, Class XI & Class XII, B.Com /BBA/BMS/Allied Subjects Part I, Part II & Part III separately, if multiple winners are there, the prize amount will be shared by them. If more than 50 joint rank holders for the same, the awardee will at least be awarded a cash prize of Rs 2,000/-.
- 2nd Rank will be awarded Rs 50,000/- for Class X, Class XI & Class XII, B.Com /BBA/BMS/Allied Subjects Part I, Part II & Part III separately, if multiple winners are there, the prize amount will be shared by them. If several joint rank holders for the same are there, the awardee will at least be awarded a cash prize of Rs 1,500/-
- 3rd Rank will be awarded Rs 25,000/- for Class X, Class XI & Class XII, B.Com /BBA/BMS/Allied Subjects Part I, Part II & Part III separately, if multiple winners are there, the prize amount will be shared by them. If several joint rank holders for the same are there, the awardee will at least be awarded a cash prize of Rs 1,000/-.
- Top 250 consolation prizes will be awarded worth Rs 500/- for Class X, Class XI & Class XII B.Com /BBA/BMS/Allied Subjects Part I, Part II & Part III separately.
- Appreciation certificate to the candidates who have secured 50% marks in the aforesaid online test.
- Participation Certificate will be given to each participant appeared for the Level-II Test.

Other Important Dates:

Award Ceremony: Award Ceremony will be held at Delhi NCR/Mumbai tentatively in the month of February, 2018

ICAI/Test Management Committee reserves the right to change in any of the modalities cited above.

Deputy Convener
Career Counseling sub-group under BoS, ICAI

Convener
Career Counseling sub-group under BoS, ICAI

For any Query please contact :
Secretary, Career Counselling sub-group under BOS, The Institute of Chartered Accountants of India
ICAI Bhawan, A-29, Sector 62, Noida (U.P.) - 201309,
Telephone (O): 0120-3876871, 886 Email: ccc.events@icai.in, ccc.secretary@icai.in

Winners of National Talent Hunt & 17th All India Quiz Contest

National Talent Hunt and 17th All India Quiz Contest were held in New Delhi on 16th December, 2017. The following contestants were declared winners of the Contests.

National Talent Hunt - Grand Finale

First Prize	Second Prize	Third Prize
Ms. Janani Kadirvelu Palanivelu	**Mr. Satyam Shrey Gupta**	**Mr. Sumnesh Khatri**
Chennai (SRO 0566859)	Meerut (CRO 0474081)	Mumbai (CRO 0512884)

Quiz Contest

Winner Team CIRC	Runner-up TEAM SIRC
Mr. Ujjwal Bora	**Mr. Shailesh Krishna K**
Allahabad (CRO 0391239)	Mangalore (SRO 0454760)
Mr. Saurabh Agrahari	**Mr. Karthik Prabhu M**
Allahabad (CRO 0490514)	Mangalore (SRO 0440177)

Director, Board of Studies

Campus Placement for newly qualified Chartered Accountants- February-March 2018

Precision in Communication Means Professional Sophistication

A communication test reflects the depth and width of one's true strength. The way you conduct yourself in interview Board truly matters to gain employment opportunities. A persistent honing of soft skill improves presentation potential and enhances chances of being selected. To make such things happen in the forthcoming Campus Placement Programme to be held in February-March, 2018, we would request you to put special focus on communication and presentation, besides keeping yourself up to date on subject matters, and face the Interview fearlessly. There's no fear if courage and confidence complement each other. To know more, besides visiting the CPABI's sites of ICAI, please do visit other sites and must read the article (s) ***"5 ways to improve your Business Language Skills" (including all other sites linked with that write-up), "7 tips to improve verbal communication skills" and so on by doing research on the internet.***

ATTENTION: ICAI-CAMPUS (FEBRUARY-MARCH, 2018) ASPIRANTS

Completion of GMCS is mandatory for taking part in ICAI Campus Placement Programme, meant for Newly Qualified CAs. Accordingly, to cater to the needs of the Students appearing for the Final Examination in Nov' 2017 and are yet to complete GMCS Course, adequate arrangement has been made by the Board of Studies. Aspirants for February-March, 2018 Campus are hereby advised to enrol (through Link- www.icaionlineregistration.org or may feel free to talk to Dr. Mitali Pathak at 0120- 3045915) for GMCS at any Centre convenient to them and get it completed before the Interview Process begins in the month of February, 2018.

Committee for Professional Accountants in Business & Industry (CPABI) of ICAI

CA. Students' Conference, Bhopal: CA. Manu Agrawal, Central Council Member addressing the students.

National Conference for CA Students, Chennai: CA. Atul K.Gupta, Chairman, Board of Studies addressing the conference in the presence of Past President, ICAI, Padma Shri CA. T. N. Manoharan and Central Council Member, CA. K. Sripriya. Also in the dais, Chairman, SIRC, CA. Cotha S. Srinivas, Chairman, SICASA, CA. K. Jalapathi and other dignitaries.

National Conference for CA Students, Chennai: Shri K. Pandiarajan, Hon'ble Minister for Tamil language and Culture, Govt. of Tamil Nadu at the Conference. Central Council Member, CA. M. P. Vijay Kumar and Chairman, SICASA, CA. K. Jalapathi also seen.

CA. Students' Conference, Ernakulam- Release of Souvenir: Hon'ble Mr. Justice K. Surendra Mohan, High Court of Kerala, CA. Mangesh Kinare, Vice Chairman, Board of Studies, Central Council Members, CA. Babu Abraham Kallivayalil and CA. K. Sripriya seen.

CA. Students' Conference, Gurgaon: Vice President, ICAI, CA. Naveen N. D. Gupta addressing the Conference. Branch Chairman, CA. Sandeep Garg, Vice Chairman, CA. Rakesh Kumar Agarwal and other dignitaries seen in Dais.

CA Students' Conference, Kanpur: CA. Manu Agrawal - Central Council Member along with CA. Deep Kumar Misra, Chairman CIRC inaugurating the Conference.

CA Students' Conference, Nashik: Inaugural Session- Chief Guest, Hon'ble Mayor of Nashik, Smt. Ranjana Bhansi, Guest of Honour, CA. Uttam Prakash Agarwal, Past President, ICAI, Vice Chairman, Board of Studies, CA. Mangesh Kinare, Chairman, Nashik Branch, CA. Vikas Hase and branch WICASA Chairman, CA. Rajendra Shete seen in dais.

CA Students' Conference, Goa and Nagpur: Shri. Manohar Parrikar, Hon'ble Chief Minister of Goa, addressing the Conference. CA. Mangesh Kinare, Vice Chairman, Board of Studies, CA. Vinesh R. Pikale, Chairman, Goa Branch, CA. Saket Bagdia, Chairman, Nagpur Branch and CA. Kedar Kenkre, WICASA Chairman also seen in dais.

RNI NO. 66180/1997 Registered: DL/(C)-01/1280/2015-2017, D. NO. MH/MR/TECH-47/3/2017 License To Post Without Prepayment, WPP Licence No.: MR/TECH/WPP-247/DL(C)/2017 Posted at Mumbai Patrika Channel Sorting Office, Mumbai
Posting Date: Last three days of advance month & first 04 days of current month, Date of publication: 26th of previous month

ICAI President, CA. Nilesh S Vikamsey along with the students at the Ernakulam Branch of SIRC of ICAI. CA. Babu Abraham Kallivayalil, Central Council Member, CA. Lukose Joseph, Chairman, Ernakulam Branch and CA. Roy Varghese, SICASA Chairman, Ernakulam Branch also seen.

ICAI President, CA. Nilesh S. Vikamsey inaugurating the Reading Room at the Ernakulam Branch. CA. Babu Abraham Kallivayalil, Central Council Member, CA. Lukose Joseph, Chairman, Ernakulam Branch, CA. P. T. Joy, Vice chairman, Ernakulam Branch and CA. Roy Varghese, SICASA Chairman, Ernakulam Branch also seen.

CA Students' Conference, Bangalore: Inaugural Session- Chief Guest, Shri Dinesh Gundu Rao, Working President, Karnataka Pradesh Congress Committee, ICAI Central Council Member, CA. Madhukar N. Hiregange and SIRC Chairman, Cotha S. Srinivas seen in Dais.

Immediate Past President, ICAI, CA. M. Devaraja Reddy along with the participants of the 55th batch of Residential Programme on Professional Skills Development at the Centre of Excellence, Hyderabad.

If undelivered, please return to: The Institute of Chartered Accountants of India, ICAI Bhawan, Indraprastha Marg, New Delhi-110104