



# ***UDESHEREGULAR***

## **FOR GROUP-1, MAY 2024**

- Subject- Income Tax
- Chapter- Heads Of Income – Income U/H Salary
- Lecture No.- 11

# Recap of Previous Lecture



Topic

Percepatan.

PHYSICS  
WALLAH

# Topics to be Covered



Topic

PREREQUISITES

PHYSICS  
WALLAH

# Topic: PERQUISITES



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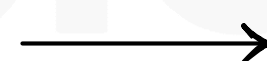
(a)

RP by ER  $15000 \times 12 = 1,80,000$

15% of salary  $15\% \text{ of } 10L = \underline{1,50,000}$   
Lower

(-) Amt received from ER  $5000 \times 12$

Taxable Perq



₹ 1,50,000

60,000  
90,000

(b) Use of Movable Asset  $3000 \times 12$

36000

(c) Motor car used for official as well as personal use

$(1800 + 900) \times 12m$

32400

(d) Gift Voucher (As gift value exceeds 5000, entire gift value shall be taxable)

10,000

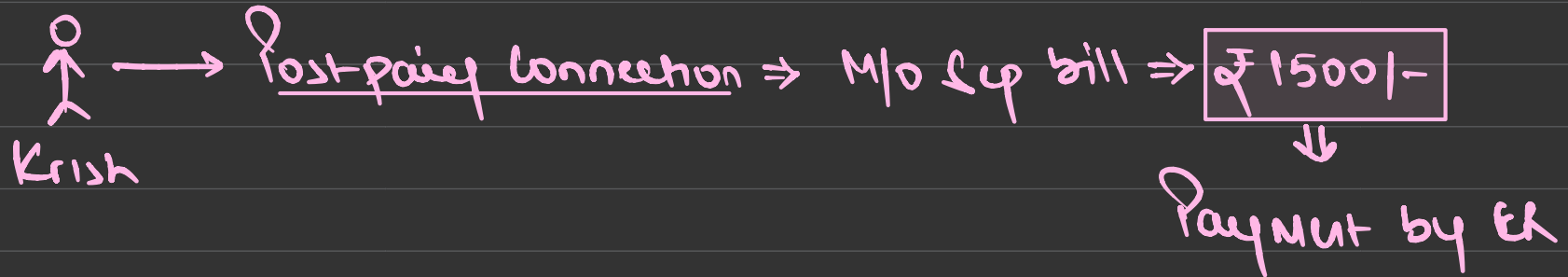


Other facility provided by ER  $\rightarrow$  Taxable

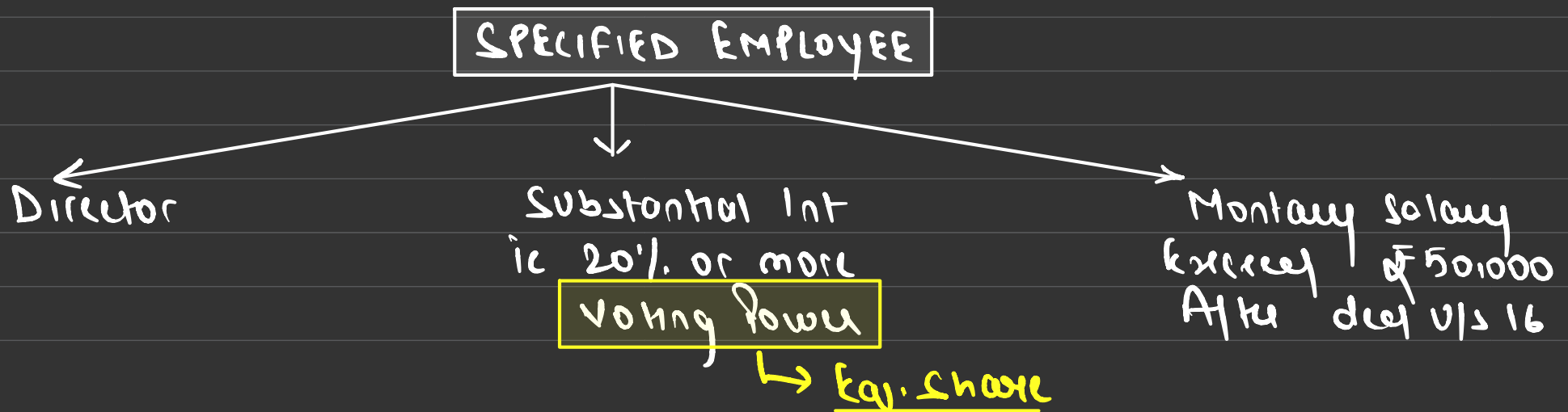
Perq. value  $\rightarrow$  exp. Incr by ER

(-) Amt recovered from ER  
 $\rightarrow$  official purpose

Note:- Telephone facility  $\rightarrow$  Exempt



Telephone Allowance  $\rightarrow$  ₹ 700 pm - Taxable.



## MOTOR CAR FACILITY    M.M.M.M. Imp

\* ER Car used by EE & Exp of car met by ER

CASE A    EE use car for official purpose → NOT Taxable

CASE B    EE use car for personal purpose

Exp Incurred by ER (fuel, Repair & Maintenance, Driver etc)	—
+ 10% pa of cost of car / HC of car	—
(-) Amount Recovered from EE	(-)
Taxable Perq Value	<u>—</u>

CASE-C    EE use car for Both official As well As personal use

	Small car upto 1600 cc or 1.6ltr	Big car Exceed 1600cc or 1.6ltr
Car usage - Personal, Driver	1800 pm	2400 pm
	900 pm	900 pm
	2700 pm	3300 pm.

CASE D EE use car for official & personal purpose but personal running exp met by EE

	Small car upto 1600 cc or 1.6ltr	Big car Exceed 1600cc or 1.6ltr
Car Usage Driver	600 pm	900 pm
	900 pm	900 pm
	1500 pm	1800 pm

NOTE :- CASE C & D → Actual exp incurred by ER } **IGNORE**  
 Amount recovered from EE

\* Car owned by EE & used by EE but exp are incurred by ER

CASE-A EE use car for official purpose → NOT Taxable

CASE B EE use car for personal purpose

Exp. Incurred by ER (Fuel/R&M/Driver)	-
(-) Amount recovered from EE	(-)
Taxable Perq	-

Case EE uses car for official As well As personal Purpose

	Small car upto 1600 cc or 1.6ltr	Big car Exceed 1600cc or 1.6ltr
Exp. Incurred by EE (o+r)	-	-
(-) Car official usage	(1800pm + 900pm)	(2400pm + 900pm)
Buyit keep ie Car personal usage	-	-
(-) Amt recovered from EE	(-)	(-)
<u>Taxable Pay</u>	-	-

eg \* EE use car for official As well As personal Purpose.

- \* Exp. Incurred by EE = 10,000 pm | Cost of car = 500,000
  - \* Amt recovered from EE = 5000 pm | CC = 1800 cc
  - \* Driver salary = 12000 pm
- Calculate Pay Value (a) Car owned by EE  
(b) Car owned by ER

(A) Car owned by ER

Exp. Incurr. by ER	(10000 x 12)	120000
Drive	(12000 x 12)	144000
(-) Car usage for official purpose	(2400 + 900) x 12	(39600) *
(-) Amt Recovered	(5000 x 12)	(60000)
		<u>164400</u>

(B) Car owned by ER

Car	(2400 x 12)	28800
Drive	(900 x 12)	10800
		<u>39600</u>

\* log-book maintained by ER then → Excess deduction allowed for official usage.

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## MORE THAN ONE CAR IS PROVIDED BY ER

Tox Treatment → Any one car → Treat used for both official & Personal purpose  
→ Remaining car → Treat used for wholly personal purpose.

eg

Santro	(1000 (1))
Creta	(1500 (1))
Fortun	(2000 (1))

<u>Comb. 1</u>	Comb 2	Comb 3
Santro (O+P)	Creta (O+P)	Fortuna (O+P)
Creta (P)	Santro (P)	Santro (P)
Fort (P)	Fort (P)	Creta (P)

Option with lower purq value shall be opted for Tax purpose

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## Computation of Income v/h Salary

Particulars	Default	019
Basic Salary (22000 x 12)	2,64,000	2,64,000
Prof. Tax paid by ER (75 x 12)	900	900
Rent free Accomodation 7.5% of 2,64,000	19,800	19,800
Motor Car (WN)	1,62,600	1,62,600
<b>Gross Salary</b>	<b>4,47,300</b>	<b>4,47,300</b>
(-) dep. v/s 16 St. deduction	50,000	50,000
P. Tax (75 + 25) x 12	—	1,200
<b>Income v/h Salary</b>	<b>3,97,300</b>	<b>3,96,100</b>

### WN Motor Car

Step 1 Official & Personal Use

$$\text{Car 1} \quad (2400 \text{ pm} + 900 \text{ pm}) \times 12 \text{m} = 39600$$

$$\text{Car 2} \quad (1800 \text{ pm} + 900 \text{ pm}) \times 12 \text{m} = 32400$$

$$\text{Car 3} \quad (1800 \text{ pm} \times 12 \text{m}) = 21600$$

## Step 2 Personal use

	Car 1	Car 2	Car 3
Exp. incurred by EE	56000	50,000	18000
+ 10% p.a of cost of car	40,000	30,000	25000
- Amt recovered from EE	—	—	—
<u>Taxable Value</u>	96000	80000	43000

<u>Comb 1</u>	<u>Comb 2</u>	<u>Comb 3</u>
Car 1 (O+P) = 39600	Car 2 (O+P) = 32400	Car 3 (O+P) = 21600
Car 2 (P) = 80000	Car 1 (P) = 96000	Car 1 (P) = 96000
Car 3 (P) = 43000	Car 3 (P) = 43000	Car 2 (P) = 80000
<u>162600</u>	<u>171400</u>	<u>197600</u>
<u>opt for Tax purpose</u>		





**Thank You**

