

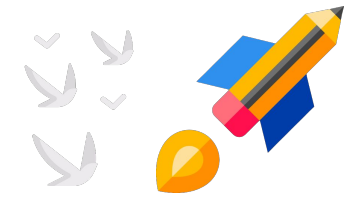


UDES*H *REGULAR

FOR GROUP-1, MAY 2024

- Subject- Income Tax
- Chapter- Heads Of Income – PGBP
- Lecture No.-04

Recap of Previous Lecture

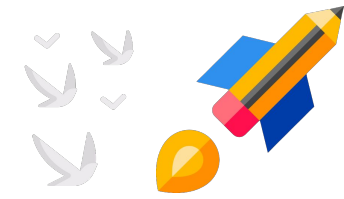


Topic

SECTION 32 - DEPRECIATION

$\rho_w \Rightarrow \underline{24/05 \text{ HW}}$

Topics to be Covered



Topic

S.32 Depreciation

PHYSICS
WALLAH

iii As all the Assets of Block are sold, hence block ceases to exist. Therefore No dep shall be allowed of 32.

(A) Assets sold for ₹12L

$$\begin{aligned} \text{STCL of 50} &= \text{Sale Value} - \text{Block Value} \\ &= 12L - 11L = 1L \end{aligned}$$

(B) Assets sold for 9L

$$\begin{aligned} \text{STCL of 50} &= \text{Block Value} - \text{Sale Value} \\ &= 11L - 9L = 2L \end{aligned}$$

iii 5

CASE-A

<u>Dep</u>		₹
	Op WDV (A/B/C)	318000
	+ Asset Acq. D	601000
	- Sold B/C	<u>(378000)</u>
	Cl. WDV A/D	<u>MIL</u>

No Dep shall be allowed As block exist with MIL Value

Value

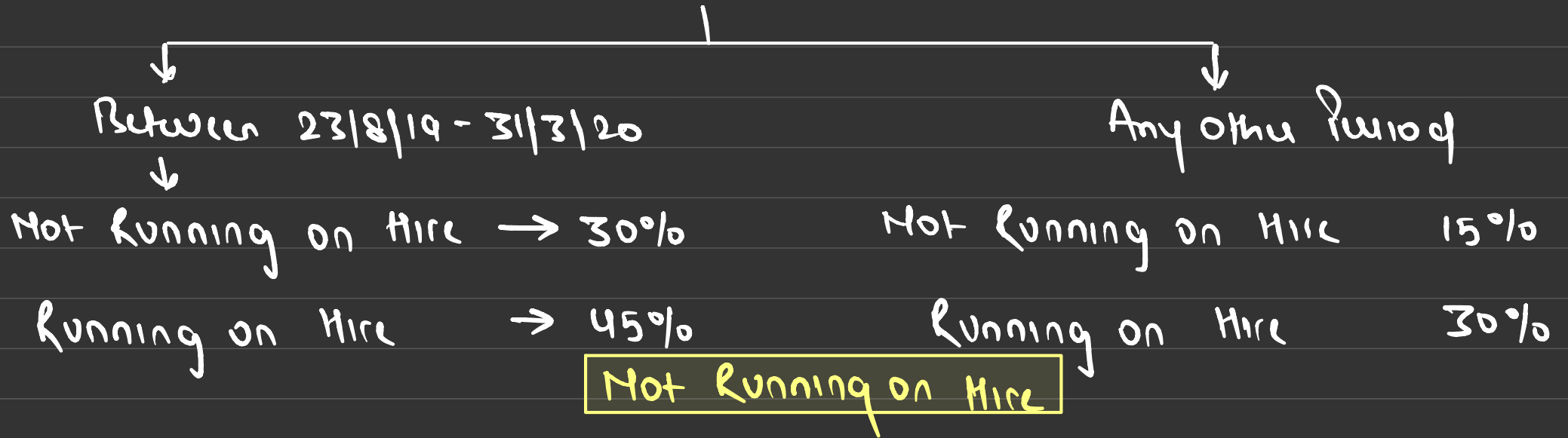
$$\begin{aligned} \text{STCLY v/s 50} &= \text{Sale Value} - \text{Block Value} \\ &= 500000 - 378000 = 1,22,000 \end{aligned}$$

CASE-B

		₹
	Op WDV (A/B/C)	318000
	+ Asset Acq. D	601000
	- Sold B/C (80000 + 40000)	<u>(120000)</u>
	Cl. WDV A/D	<u>258000</u>

<u>Dep</u>	Half rate D = 60000 x 7.50%	4500
	full rate = (258000 - 60000) x 15%	<u>29700</u>
		<u><u>34200</u></u>

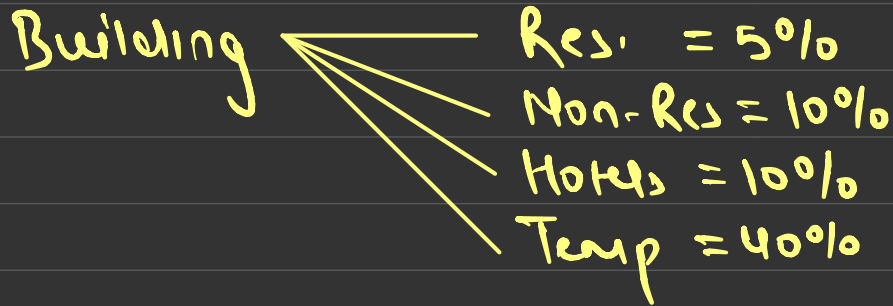
car Acc & put to use



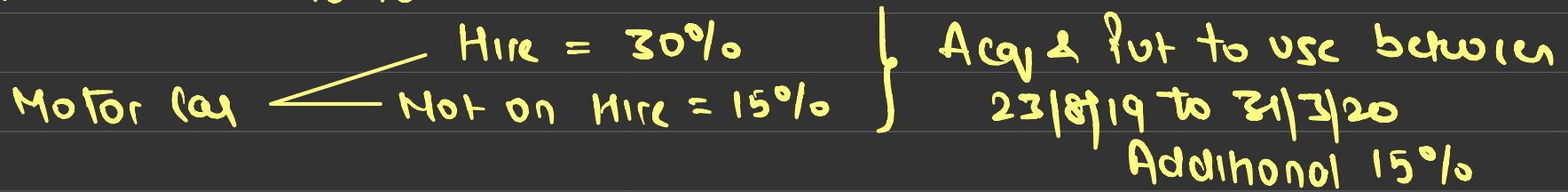
car Purch of 10L on 15/4/19 ⇒ Block = 15%

car Purch of 12L on 19/10/19 = Block = 30%

Dep 10% → Ratt lena.

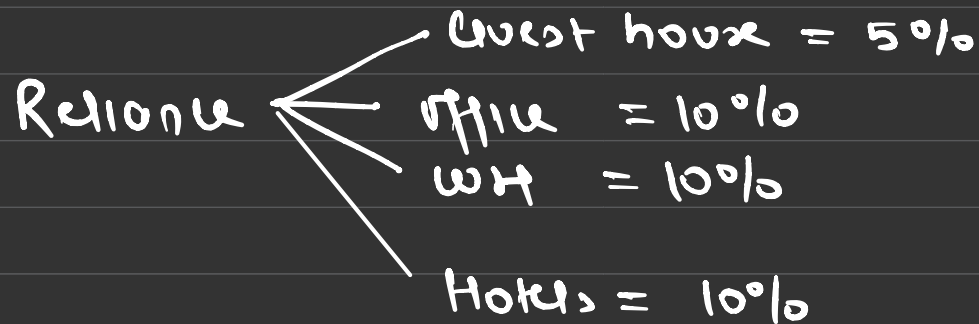


F&F — 10%



IRM → 15% Computers → 40% Books → 40%

Intangible other than UPO = 25%



* Dep Allow on **Actual Cost** of Asset

Amount Paid by
Assessee

Not Include Any Amt Paid
by Any other Person
ie Subsidy

* Exp Incurred upto the point when Asset is put to use
is added to cost of Asset.

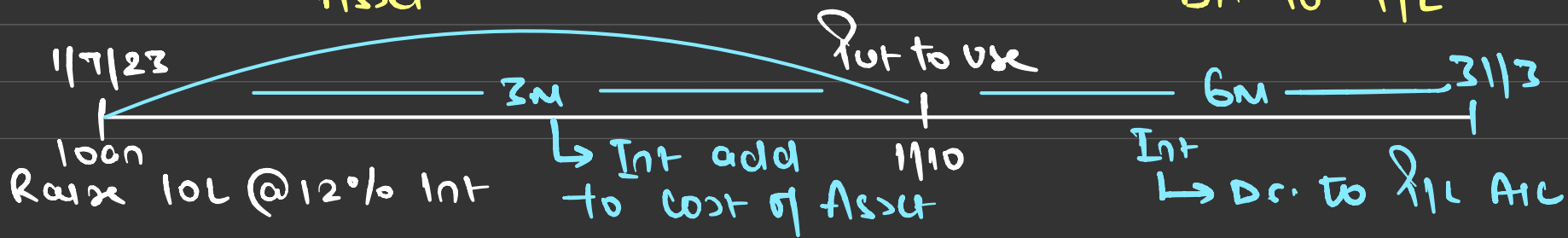
NOTE Asset Acquired by Raising loan

Int upto Asset is put to use
(Exp → Capital Nature)

Add to Actual Cost of
Asset

Int After Asset is put to
use
(Exp → Revenue Nature)

Dr. to P/L

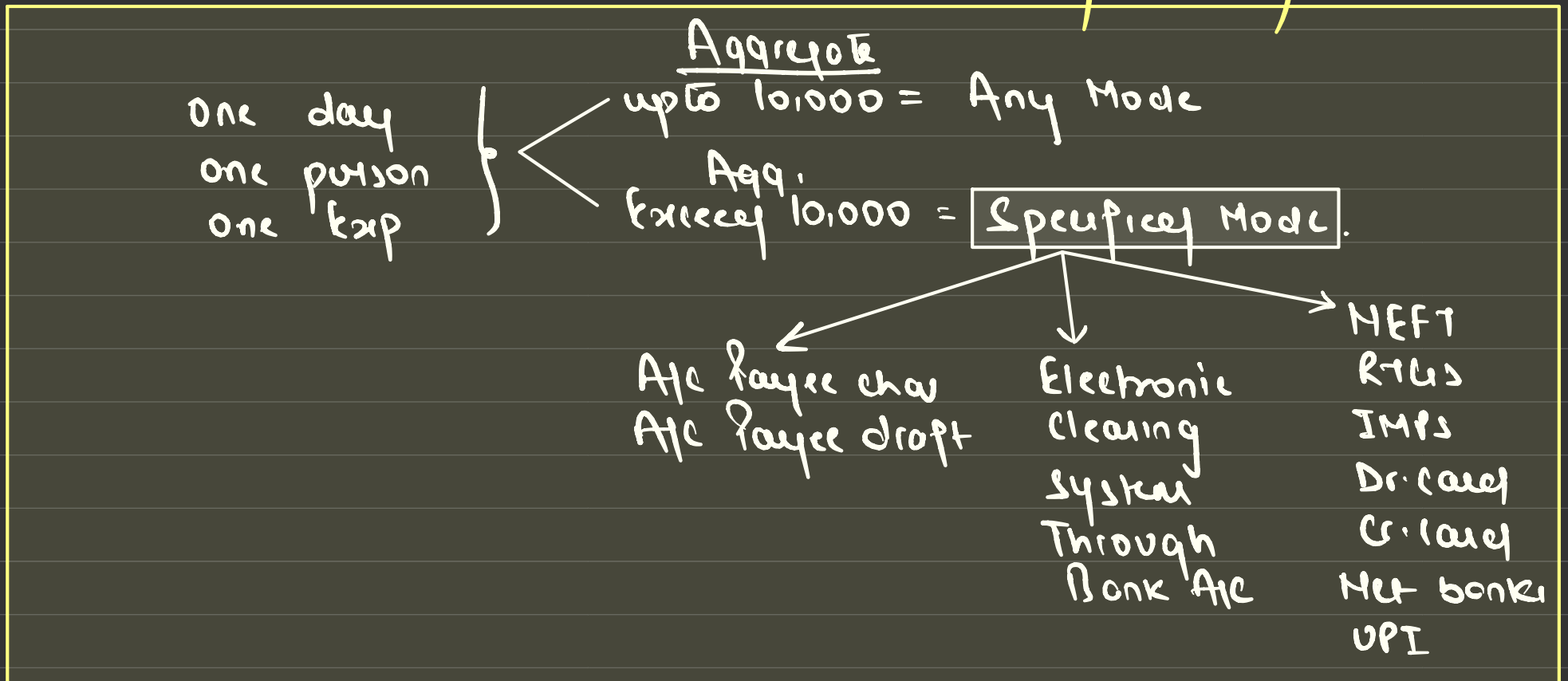


Cost of Asset
Add $10L \times 12\% \times 3/12$ (July-Sep)

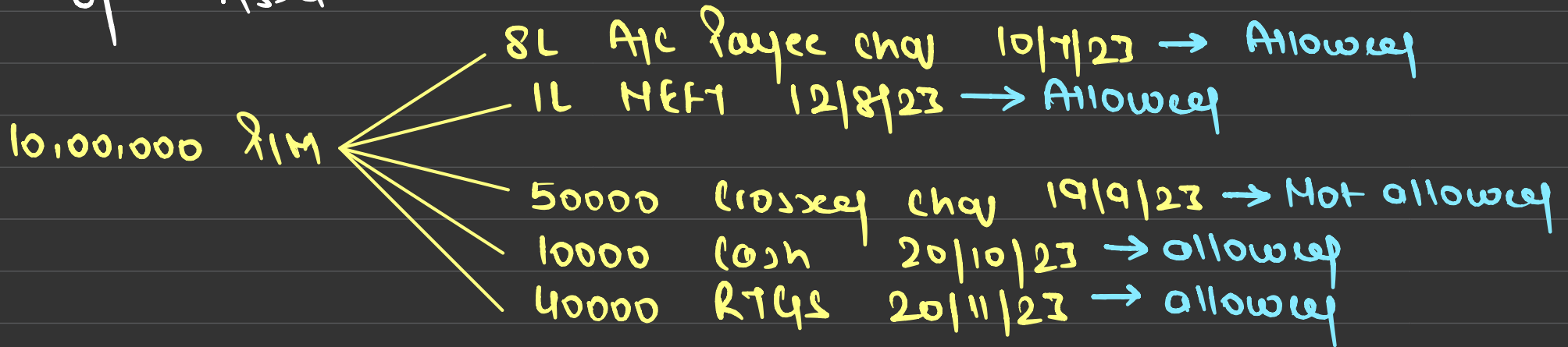
₹
 10,00,000
30,000
10,30,000

Black Money → • Unaccounted Money
 • Not recorded in BOA
 • Not disclosed to Govt Authorities
 • No Tax paid

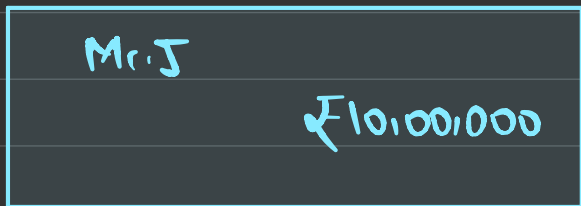
₹.43(1) / ₹.35 AD / ₹.40 A(3)



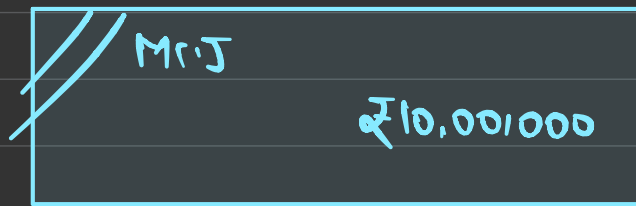
If Any Assessee has payee Amount exceeding ₹10,000 In a day to a person for payment of Asset by Any Mode other than specified Mode then such Entry ←
 payment shall Not Include in Actual cost of Asset



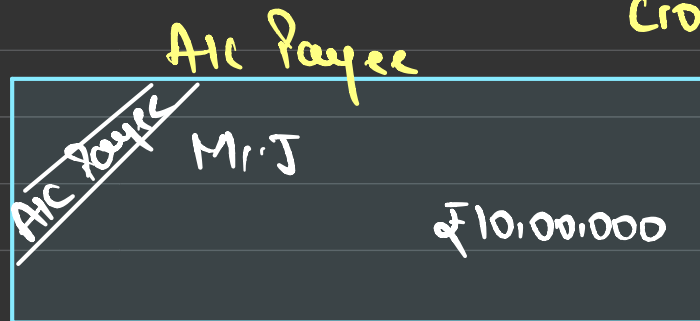
Actual cost of Asset As per S.43(1) = 9,50,000.



Bearer chaj



Crossed chaj



Actual cost of car to Mr. J		10,00,000
(-) Dep - Period for which Asset is used by Mr. J		
20-21	15% WDV	<u>150000</u>
21-22	15% WDV	<u>850000</u> <u>127500</u>
22-23	15% WDV	<u>722500</u> <u>108375</u>
+ Exp. Incurred By Assessee		<u>100000</u>
Actual Cost to Assessee		<u><u>714125</u></u>



2 mins Summary

Topic

Depreciation

Topic

Question



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Thank You