

Clubbing of Income

Minor's Income (sec 64(1A))

Taxable at hands of parents

- parents who's income is more
- who take care of minor
- Exempt u/s 10(32) of RS 1500 pa.
(No exemption if opt for 115 BAC)

Taxable in hands of minor

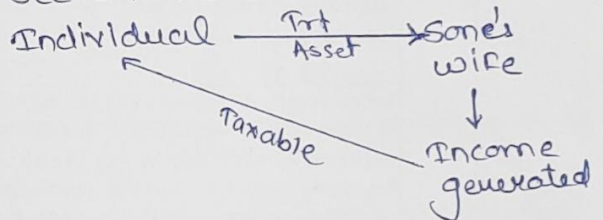
- Manual work
 - Skill & Talent
 - Disability
- Any Income earned on this Income will be Taxable in hands of parents

Sec 64(1)(iv)

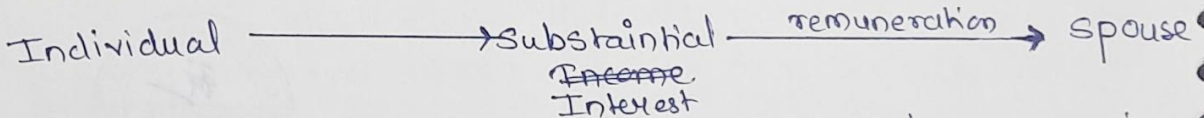


- Except :-
- Agreement to live apart.
 - HP \rightarrow deemed owner

Sec 64(1)(vi)



Sec 64(1)(ii)



- Income is Taxable in hand spouse who's Income is high.
- Except :- If remuneration is earned by technical & profession qualification.

* Notes :-

- love and affection
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 good consideration
 but not adequate.
- cross gift / inter-connected Transaction
 - clubbing allowed to lower of the amt.

Income from business

Gifted by Assessee
 Capital of Business on
 first day of P.Y
 (op Bal).