

## OTHER SOURCES

### Capital Income U/S 194B & 194BB

- No deduction
- Tax Rate - 30%
- Gross Winnings =  $\frac{\text{Net Winnings}}{100\% - 30\%}$  Net amt is given in @  
(-30%)

### Family Pension

- deduction
  - \*  $\frac{1}{3}^{\text{rd}}$  of family pension [or] 15000  $\rightarrow$  WEL
- Exemption cases [fully exempted]
  - \* Receipt of gallantry awards
  - \* Lump-Sum payment
  - \* Ex-gratia payment
- Relief U/S 89 - available on arrears of pension received by the family member deceased employee

### Taxation of gifts

- Gift of Cash [limit upto - 50000]
- Gift of immovable property without consideration [limit upto - 50000 individually]
- Gift of immovable property for inadequate consideration  
Excess of Stamp duty value over actual consideration  
5000 (or) 10% of consideration  $\rightarrow$  WEH
- Gift of movable property without consideration [limit upto - 50000]
- Gift of movable property for inadequate consideration  
Total difference b/w aggregate FMV - aggregate consideration  
limit - 50000

## Exempted Gifts

- Gifts received from Relatives
- Gifts received on the occasion of marriage
- Gifts received under a will or by way of inheritance
- Gifts received from any local authority
- Gifts received in contemplation of death of the payer
- Gifts received from any fund, foundation, university, Institutions, Trust UIS. 10(23c) & UIS 12AA
- Gifts received for the benefits of relatives of individual
- Gifts received by way of transactions in nature of demerger
  - (i) amalgamation UIS 47 & HUF. UIS 47(i)

## Issue of Shares @ premium by closely held companies

**Issue Price** -  $\text{FMV} \times \text{NO. of Shares issued}$

FMV is higher of: Substantiated value & value determined in Prescribed method

Int on late payment of compulsory acquisition compensation  
Assesse can claim Standard deduction @ 50%.

## Employer's contribution towards Staff welfare funds

Deemed incomes PF, ESI → deduction allowed.

it credited by employer to employees a/c

## Dividends

- \* Shares holding not less than 10% of voting rights
- \* Substantial int → more than 20% of voting power/rights
- \* Deduction → only int expense not exceeding 20% of dividend income

## Int On Securities

- Rate of TDS - 10%
- Gross Int =  $\frac{\text{Net Int Received}}{100\% - 10\%}$
- deductions against
  - \* Collection Expenditure
  - \* Int on loan
  - \* Int income
- deep discount bond - if issue on or after 15/2/2002
  - \* Bond = Market Value @ End - Market Value @ beginning
  - \* Maturity = Value of bond - Market Value @ end.
- deep discount bond - if issue before 15/2/2002
  - \* Int = Redemption Value - Issue Price
- Held as stock in trade  $\rightarrow$  tax under PerBP
- Not held as stock in trade  $\rightarrow$  tax under other source