

SET OFF & CARRY FORWARD LOSS

Computation of total income of Z for the Assessment year 2014-2015

Particulars		Amount	Amount
Income from salary		180000	
Income from House property – let out	-60000		
– self occupied	-24000	-84000	96000
Short term capital gain			12000
Long term capital loss (carried forward for 8 AY)			
Interest on FDR with Bank			8000
Gross total Income			
Less: Deduction under chapter VI A			0
Total/taxable income			108000

Computation of Taxable Income of B for the Asst. Year 2015-16

Particulars		Amount	Amount
Income from salary		48000	
Income from House property – self occupied		-35000	13000
Income from Business		140000	
B / f Business loss 1997-1998 (8 years over not adjustable)			
B / f Business loss 2010-2011		8000	132000
Speculation profit		10000	
Less: Brought forward business loss 2011-12		10000	
Balance unadjusted loss can be carried forward		(5000)	
Long term capital loss (carried forward for 8 AY)			
Gross total Income			145000
Less: Deduction under chapter VI A			0
Total/taxable income			145000
Unadjusted brought forward interest on loan for house property can be adjusted only against house property income			

Computation of Net Income of X for the Asst. Year 2013-14

Particulars		Amount	Amount
Income from Business		5000	
B / f Business loss 2008-2009		5000	
Balance unadjusted loss can be carried forward upto assessment year 2016-17)		(7000)	
Speculation loss of Assessment year 2007-2008		30000	
Speculation loss can be set off only against speculation income for 4 AY only as the period expired , this loss can not be set off and carried forward. Just ignore.			
Short term capital gain			22000
Long term capital gain		2500	
B/f. Long term capital loss for AY 10-11		2500	
Balance unadjusted loss can be carried forward upto AY 18-19 and adjusted only against LTCG		(44700)	

Computation of Net Income of X for the Asst. Year 2013-14

Particulars		Amount	Amount
Income from other sources			
Interest from Non-Govt. securities		18500	
Less: Unabsorbed depreciation		-6000	12500
Income from owning and maintaining race horses		15000	
Less: B / f loss from race horses of AY 2010-11		15000	
Balance unadjusted loss can be carried forward & adjusted against the same income until 201-15		(10000)	
Income from card games			16000
Gross total income			50500
Less: Deduction under Chapter VI A			0
Net Income			50500

Computation of Tax liability of Mr. John for the Asst. Year 2014-15

Particulars		Amount	Amount
Income from salary		500000	
Less: Loss from let out house property		100000	400000
Income from Business or profession			
Income from grain business		80000	
Less: B/f. sugar business of AY 09-10		100000	
Balance unadjusted sugar business will be carried forward upto 2017-2018		(20000)	
Long term capital gain		80000	
Less: Short term capital loss of AY 08-09		80000	
Balance unadjusted loss can be carried forward upto AY 16-17		(20000)	
Long term capital gains from shares		12000	
Less: When STT paid exempted u/s. 10(38)		12000	

Computation of Tax liability of Mr. John for the Asst. Year 2014-15

Income from other sources			
Dividend		10000	
Less: Exempted under section 10(34)		10000	
Winning from lottery		90000	
Winning from card games		10000	100000
Gross total income			500000
Less: Deduction under chapter VI A			0
Total Income			500000
Tax liability (500000- 100000 casual income to be taxed at 30% flat)			
Upto 2000000	Nil		
200000 to 500000	10%	20000	
Casual income (lottery and card games)	30%	30000	
		50000	
Add: Education cess	3%	1500	
Total tax liability			51500