

Capital Gain

Short term Capital Gain \rightarrow Below 3 years

L.T.C.G. \rightarrow More than 3 years

Short/Debtenture \rightarrow 12 months

L.T.C.G. \rightarrow @ 20%

Horse Race	}	30%
Cross word puzzle		
Lottery		

Computation of Taxable Income from Cap. Gain
for the A.Y 2019-20

Sales		
(-) Brokerage	✓	✓
Net Sales proceeds	✓	=
(-) i) Indexed Cost of acquisition		
$\frac{\text{Cost} \times 280 \text{ (C.Y.T.M)}}{100 \text{ (P.Y.T.M)}}$	✓	
ii) Indexed Cost of Improvement		
$\frac{\text{Cost (Exp)} \times \text{C.Y.T.M}}{\text{Expenses Y.T.M}}$	✓	
iii) Capital Gain A/c		
Purchase of new assets	✓	
Investment in Cap. Gain A/c		
Taxable Income		=

NUMERICAL QUESTIONS

➤ Long Numerical Questions

Q1. Compute of Taxable Income from Cap. Gain for the A.Y 2019-20

Sales proceeds		60000
(-) Indexed Cost of acquisition		
$\left(\frac{8540 \times 280}{122} \right)$	19600	19600
L.T.C.G		40400

Q2. Compute of Taxable Income from Cap. Gain for the A.Y 2019-20

Sales proceeds		450000
(-) i) Indexed Cost of acquisition		
$\frac{410000 \times 280}{100}$	1148000	
ii) Indexed Cost of Improvement		
$\frac{440000 \times 280}{220}$	560000	1708000
L.T.C.G		2792000

Q3. Compute of Taxable Income from Cap. Gain for the A.Y 2019-20

Transfer to Business	160000	
(-) Cost of Aquisition	120000	
		40000
Sales proceeds	200000	
(-) Cost of aquisition	160000	40000
		80000

Q4. Compute of Taxable Income from Cap. Gain for the A.Y 2019-20

Sales proceeds		300000
(-) Indexed Cost of aquisition		
$\left(\frac{565000 \times 280}{113} \right)$	1400000	1400000
L.T.C.G		1600000

Q5. Compute of Taxable income from Cap. Gain for the A.Y. 2019-20

Sales proceeds		150000
(-) Indexed Cost	100000	100000
S.T.C.G.		<u>50000</u>

Q6. Compute of Taxable income from Cap. Gain for the A.Y. 2019-20

Sales proceeds		750000
(-) Indexed Cost		
$155000 \times \frac{280}{100} =$	434000	
Expn		
Indexed Cost of Improvement		
$36800 \times \frac{280}{184}$	56000	490000
L.T.C.G.		<u>260000</u>

Q7. Compute of Taxable income from Cap. Gain for the A.Y. 2019-20

Sales proceeds		6000000
(-i) Indexed cost acquisition		
$904000 \times \frac{280}{118} =$	2240000	
(-ii) Purchased of new assets	3000000	
		5240000
		760000
L.T.C.G		

Q8. Compute of Taxable income from Cap. Gain for the A.Y. 2018-20

Sales proceeds		5800000
(-i) Indexed Cost acquisition		
$1130000 \times \frac{280}{118}$	2800000	
(-ii) Purchased of new assets	2000000	
(-iii) Deposited Capital Gain A/c	6000000	5400000
L.T.C.G		4000000

Q.9. Compute of taxable income from Capital gains for the A.Y. 2018-19

Sale proceeds	1600000
(-) Brokerage $1600000 \times \frac{2}{100} = 32000$	32000
Net Sale	1568000
(-) Indexed Cost of acquisition $400000 \times \frac{280}{100} = 1120000$	1120000
(-) Cost of new land purchase	448000
Capital Gains	300000
	148000

Q.10. Compute of taxable income from Capital gains for the A.Y. 2019-20

(-) Compensation from Govt.	600000
(-) W.D.V of building	350000
(-) S.T. C.G.	250000
(-) Purchase of another land	200000
Taxable S.T. C.G.	50000

Q11. Computation of Taxable Capital gains for the A.Y 2019-20

Sale proceeds		2000000
(-) Brokerage @ 3% 60000		
Other expenses 10000		70000
Net Sale		1930000
(-) Indexed Cost of acquisition $140000 \times \frac{280}{100}$		392000
(-) Indexed Cost of Improvement $24400 \times \frac{280}{122}$		56000
L.T.C.G		448000
(-) Investment for bonds of NHAI		1000000
T.C.G		482000

Q12. Compute of taxable income from Capital Gains for the A.Y 2019-20

Sale proceeds		800000
(-) Indexed cost $122000 \times \frac{280}{122}$		280000
		520000

(-) Cost of new house

2880000

(-) Cost of NHAI Bonds

2320000
2000000

L.T.C.G.

320000

Q13. Computation of Taxable Capital Gains for the A.Y 2019-20

L.T.C.G. on sale of shares

1500000

(-) Exemption regarding residential house purchased

$$1500000 \times \frac{240000}{4000000}$$

90000

Taxable Capital G.

600000

Q14. Computation of Taxable Capital Gains
for the A.Y 2019-20

Sale proceeds		600000
(-) Indexed Cost $1830000 \times \frac{280}{122}$		420000
L.T.C.G.		180000
Selling price of Shares		80000
(-) Cost		22300
Taxable STCG		57700

Q15. Computation of Taxable Capital Gains
for the A.Y 2019-20

Sale proceeds		1210000
(-) Commission paid		10000
Net Sale Consider		1200000
(-) Indexed cost $2180000 \times \frac{280}{109}$		560000
L.T.C.G.		640000
(-) New house purchased		320000
$600000 \times \frac{640000}{1200000}$		320000
T.C.G.		320000

Q16. Computation of Taxable Capital Gains
for the A.Y 2019-20

Sale proceeds	811500
(-) Brokerage	1500
Net Sale	810000
(-) Indexed Cost of acquisition	
$610000 \times \frac{280}{122}$	1400000
L.T.C.G.	170000