

SKM: Tax Calculations AIT Return, Auditing and Taxation

Calculation of Income from Profession

Sub: AUDITING & TAXATION
Class: TY BCOM 'B'
St. Mira's College for Girls
SET 'C'
Sem: VI

Date: 11/12/19
Flexi I
Roll No. 4404

The following is the Profit & Loss account of Mr. Rahul, Mumbai for the financial year ending on 31/03/2020.

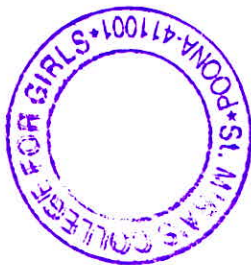
Dr.		Profit and Loss A/c		Cr.	
Particulars	₹	Particulars	₹		
To Salary	56,000	By Gross Profit	2,65,000		
To Rent, Rates & Taxes	26,000	By Income Tax refund	13,000		
To General Expenses	12,000	By Rent from House Property	25,000		
To Reserve for future losses	13,000	By Sundry Receipts	22,000		
To Furniture	74,000	By Dividend from UTI	23,000		
To Provision for Depreciation	29,000				
To Medical expenses	13,000				
To Copyright	9,000				
To Interest Payments	35,000				
To Net Profit	81,000				
Total	3,48,000	Total	3,48,000		

Other Information:

1. Sundry receipts ₹ 6,000 are in respect of recovery of personal loan given to a friend of Mr. Rahul.
2. Medical expenses were incurred for treatment of Mr. Rahul.
3. Interest payments include ₹ 24,000 as Interest on penalty for contravention of Central Sales Tax Act.
4. Bad Debt written off not posted in P&L A/c is ₹ 6,000.

Deepika

(Deepajati Mezamchi)
(Subject Teacher)



JH

Principal Incharge
St. Mira's College for Girls