

scenerio 1 = Non salaried people

AY 21-22

ASSUME TAXPAYER CLAIM 175000 (80C 1.5 LAC + 80D 25K) AS DEDUCTIONS TO MAKE BOTH REGIME AT SAME LEVEL

PREPARED BY
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EXAMPLES

ASSUMPTIONS - PERSONS IS HAVING TOTAL INCOME FROM ALL SOURCES AS BELOW
4,25,000
6,75,000
9,25,000
11,75,000
14,25,000
16,75,000
19,75,000
21,75,000

OLD REGIME =TOTAL INCOME AFTER DEDUCTING 80C OF 150000 + 80D OF 25000					v/s	NEW REGIME = GROSS TOTAL INCOME (IGNORING ALL DEDUCTIONS & EXEMPTIONS)				
	INCOME LESS 1.75 LAC	RATE	remark	taxes		GROSS INCOME	RATE	remark	taxes	
1	2,50,000	0		-	1	4,25,000			-	
2	5,00,000	0	87A	-	2	6,75,000		87A	31,200	
3	7,50,000	5		65,000	3	9,25,000			66,300	
4	10,00,000	20		1,17,000	4	11,75,000			1,14,400	
5	12,50,000	30		1,95,000	5	14,25,000			1,75,500	
6	15,00,000	30		2,73,000	6	16,75,000			2,49,600	
7	18,00,000	30		3,66,600	7	19,75,000			3,43,200	
8	20,00,000	30		4,29,000	8	21,75,000			4,05,600	

SOME CONCLUSIONS

BENEFICIAL	More income in hand due to New	tax saved in New
	1,75,000	-
OLD	1,75,000	-31,200
OLD	1,75,000	-1,300
NEW	1,75,000	2,600
NEW	1,75,000	19,500
NEW	1,75,000	23,400
NEW	1,75,000	23,400
NEW	1,75,000	23,400

CONCLUSION - UNTILL YOU HAVE 11.75 LACS AS GROSS INCOME FROM ALL HEADS , YOU CONTINUE TO CLAIM DEDUCTION & EXEMPTIONS AND CONTINUE TO BE IN OLD REGIME

EXCEPTIONS - HAVING CARRIED FORWARD LOSS / UNABSORBED DEPERECIATION .

scenerio 2 = Salaried people

AY 21-22

ASSUME TAXPAYER CLAIM 225000 (80C 1.5 LAC + 80D 25K + STD DEDUCTION 50K) AS DEDUCTIONS TO MAKE BOTH REGIME AT SAME LEVEL

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ASSUMPTIONS - PERSONS IS HAVING TOTAL INCOME FROM ALL SOURCES AS BELOW
4,75,000
7,25,000
9,75,000
12,25,000
14,75,000
17,25,000
20,25,000
22,25,000

OLD REGIME =TOTAL INCOME AFTER DEDUCTING 80C OF 150000 + 80D OF 25000 + STD DEDUCTIONS 50000					v/s	NEW REGIME = GROSS TOTAL INCOME (IGNORING ALL DEDUCTIONS & EXEMPTIONS)				
	INCOME LESS 1.75 LAC	RATE	remark	taxes		GROSS INCOME	RATE	remark	taxes	
1	2,50,000	0		-	1	4,75,000			-	
2	5,00,000	0	87A	-	2	7,25,000		87A	36,400	
3	7,50,000	5		65,000	3	9,75,000			74,100	
4	10,00,000	20		1,17,000	4	12,25,000			1,24,800	
5	12,50,000	30		1,95,000	5	14,75,000			1,88,500	
6	15,00,000	30		2,73,000	6	17,25,000			2,65,200	
7	18,00,000	30		3,66,600	7	20,25,000			3,58,800	
8	20,00,000	30		4,29,000	8	22,25,000			4,21,200	

SOME CONCLUSIONS

BENEFICIAL	More income in hand due to New	tax saved in New
	2,25,000	-
OLD	2,25,000	-36,400
OLD	2,25,000	-9,100
OLD	2,25,000	-7,800
NEW	2,25,000	6,500
NEW	2,25,000	7,800
NEW	2,25,000	7,800
NEW	2,25,000	7,800

CONCLUSION - UNTILL YOU HAVE 14.75 LACS AS GROSS TOTAL INCOME FROM ALL HEADS , YOU CONTINUE TO CLAIM DEDUCTION & EXEMPTIONS AND CONTINUE TO BE IN OLD REGIME