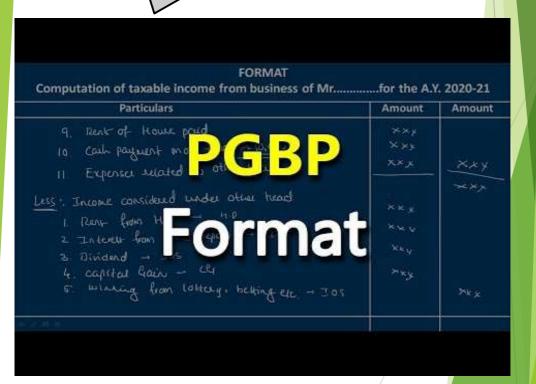
Rajput Jain & Associates Chartered Accountants





Profit and Gain of Business Profession (PGBP)

Sharing the proforma for computation of PGBP income



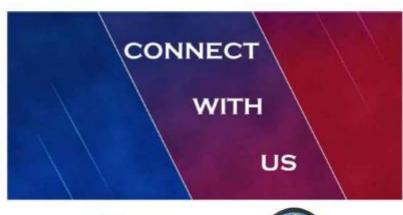
Proforma for computation of income under the head "Profits and gains of business or profession"

Particulars	Amount (₹)	Amount (₹)
Net profit as per statement of profit and loss		Α
Add: Expenses debited to statement of prof not allowable	it and loss but	
 Depreciation as per books of account 	xxx	
 Income-tax [disallowed u/s 40(a)(ii)] 	xxx	
 30% of sum payable to residents on videducted at source or has not been before the due date u/s 139(1), and disallowed under section 40(a)(ia) allowable in the year in which the trand remitted] 	remitted on or iter deduction, [The same is	
 Any expenditure incurred, in responsible payment is made for goods, services or related person, to the extent the same unreasonable, in the opinion of the regard to its FMV [disallowed u/s 40A) 	or facilities to a is excessive or e A.O, having	
 Any expenditure incurred in resp payment or aggregate of payments exceeding ₹ 10,000 in a single day is r than by way of A/c payee cheque/bar ECS through bank A/c or throug prescribed electronic mode (debit ca Net banking, RTGS, NEFT, IMPS, BHI [disallowed u/s 40A(3)] 	s to a person nade otherwise ok draft/ use of h such other rd, credit card,	
 Certain sums payable by the assess not been paid during the relevant P.' liability was incurred on or before th filing return u/s 139(1) in respect [disallowed u/s 43B] 	Y. in which the e due date for	
 Personal expenses [not allowable as p 	er section 37] xxx	
Capital expenditure [not allowable as	per section 37] xxx	

	• Repairs of capital nature [not allowable as per Sections 30 & 31]	xxx	
	 Amortization of preliminary expenditure u/s 35D/ expenditure incurred under voluntary retirement scheme u/s 35DDA [4/5th of such expenditure to be added back] 	xxx	
	 Fine or penalty paid for infringement or breach of law [However, penalty in the nature of damages for delay in completion of a contract, being compensatory in nature, is allowable] 	xxx	
	 All expenses related to income which is not taxable under this head e.g. municipal taxes in respect of residential house property 	xxx	
	 Any sum paid by the assessee as an employer by way of contribution to pension scheme u/s 80CCD exceeding 10% of the salary of the employee 	xxx	В
	(A + B)		С
Less:	Expenditure allowable as deduction but not debited to statement of profit and loss		
	• Depreciation computed as per Rule 5 of Income-tax Rules, 1962	xxx	
	 Additional depreciation@20% of actual cost of new P & M acquired by an assessee engaged in the business of manufacture or production of any article or thing or generation, transmission or distribution of power (10% of actual cost, if put to use for less than 180 days in the year of acquisition) [Balance additional depreciation can be claimed in the next year i.e., P.Y.2022-23] Balance additional depreciation @10% of actual cost of P 	xxx	
	& M acquired and installed during the P.Y. 2020-21 and put to use for less than 180 days in that year	xxx	D
	(C - D)		E
Less:	Income credited in statement of profit and loss but not taxable/taxable under any other head		
	Dividend income	xxx	
	• Agricultural income exempt under section 10(1)	xxx	

	Interest on securities/savings bank account/FD taxable under the head "Income from other sources"	xxx	
•	Profit on sale of capital asset taxable under the head "Capital Gains"	xxx	
•	Rent from house property taxable under the head "Income from house property"	xxx	
•	Winnings from lotteries, horse races, games etc. taxable under the head "Income from other sources"	xxx	
•	Gifts exempt or taxable under the head "Income from other sources"	xxx	
•	Income-tax refund not taxable	xxx	
•	Interest on income-tax refund taxable under the head "Income from other sources"	xxx	F
	(E - F)		G
Add: Inc	come chargeable under this head/Deemed Income		
•	Salary, remuneration, interest received by a partner from the firm, to the extent the same is deductible		
	in the hands of the firm as per section 40(b)		
•	in the hands of the firm as per section 40(b) Bad debt allowed as deduction u/s 36(1)(vii) in an earlier PY, now recovered [deemed as income u/s 41(4)]	xxx	
•	Bad debt allowed as deduction u/s 36(1)(vii) in an earlier PY, now recovered [deemed as income u/s	xxx	н
•	Bad debt allowed as deduction u/s 36(1)(vii) in an earlier PY, now recovered [deemed as income u/s 41(4)] Remission or cessation of a trading liability [deemed		H I
•	Bad debt allowed as deduction u/s 36(1)(vii) in an earlier PY, now recovered [deemed as income u/s 41(4)] Remission or cessation of a trading liability [deemed as income u/s 41(1)]		

Thank You









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