

## SCOPE OF TOTAL INCOME

1. Mr. A has earned the following incomes during the previous year ended 31st March 2020. Compute his gross total income for assessment year 2020-21 assuming that he is
- A. Resident and ordinarily resident
  - B. Resident but not ordinarily resident
  - C. Non- Resident

Sr. No.	Income	Amount (Rs.)
1	Income from house property in Mumbai.	50,000
2	Income from property in China	25,000
3	Income from bank account in Nagpur	1,000
4	Income from business in Japan controlled from India.	8,000
5	Interest on bank account in Nigeria	1,00,000

### Solution

#### Computation of total income for A.Y. 2020-21

Sr. No.	Income	Resident and Ordinary Resident	Resident But Not Ordinary Resident	Non Resident
1	Income from house property in Mumbai.	50,000	50,000	50,000
2	Income from property in China	25,000	-	-
3	Income from bank account in Nagpur	1,000	1,000	1,000
4	Income from business in Japan controlled from India.	8,000	8,000	-
5	Interest on bank account in Nigeria	1,00,000	-	-
	<b>Total</b>	<b>1,84,000</b>	<b>59,000</b>	<b>51,000</b>

2. Mr. B has earned the following incomes during the previous year ended 31st March 2020. Compute his gross total income for assessment year 2020-21 assuming that he is

- A. Resident and ordinarily resident
- B. Resident but not ordinarily resident
- C. Non- Resident

Sr. No.	Income	Amount (Rs.)
1	Salary earned and received in USA	1,00,000
2	Interest on debentures from Indian companies received in India	25,000
3	Income Interest on bonds of companies in France received in France	26,000
4	Professional Fees Received in Mumbai	2,00,000
5	Income from business in London controlled from Delhi	1,00,000
6	Interest in bank accounts in London	16,000

### Solution

#### Computation of total income for A.Y. 2020-21

Sr. No.	Income	Resident and Ordinary Resident	Resident But Not Ordinary Resident	Non Resident
1	Salary earned and received in USA	1,00,000	-	-
2	Interest on debentures from Indian companies received in India	25,000	25,000	25,000
3	Income Interest on bonds of companies in France received in France	26,000	-	-
4	Professional Fees Received in Mumbai	2,00,000	2,00,000	2,00,000
5	Income from business in London controlled from Delhi	1,00,000	1,00,000	-
6	Interest in bank accounts in London	16,000	-	-
	<b>Total</b>	<b>4,67,000</b>	<b>3,25,000</b>	<b>2,25,000</b>

3. Mr. C has earned the following incomes during the previous year ended 31st March 2020. Compute his gross total income for assessment year 2020-21 assuming that he is

- A. Resident and ordinarily resident
- B. Resident but not ordinarily resident
- C. Non- Resident

Sr. No.	Income	Amount (Rs.)
1	Professional Fees Received in Hyderabad	9,00,000
2	Income earned in India but received in Rome.	2,50,000
3	Dividend on shares of Indian Companies	2,000
4	Salary earned and received in Taiwan	1,40,000
5	Income from agriculture in Nepal	1,00,000
6	Income from business in UK controlled from India	1,60,000

### Solution

#### Computation of total income for A.Y. 2020-21

Sr. No.	Income	Resident and Ordinary Resident	Resident But Not Ordinary Resident	Non Resident
1	Professional Fees Received in Hyderabad	9,00,000	9,00,000	9,00,000
2	Income earned in India but received in Rome.	2,50,000	2,50,000	2,50,000
3	Dividend on shares of Indian Companies	Exempt u/s. 10	Exempt u/s. 10	Exempt u/s. 10
4	Salary earned and received in Taiwan	1,40,000	-	-
5	Income from agriculture in Nepal	1,00,000	-	-
6	Income from business in UK controlled from India	1,60,000	1,60,000	-
	<b>Total</b>	<b>15,50,000</b>	<b>13,10,000</b>	<b>11,50,000</b>

4. Mr. D has earned the following incomes during the previous year ended 31st March 2020. Compute his gross total income for assessment year 2020-21 assuming that he is

- A. Resident and ordinarily resident
- B. Resident but not ordinarily resident
- C. Non- Resident

Sr. No.	Income	Amount (Rs.)
1	Dividend received from Dominos Ltd., a USA company in USA	12,000
2	Rent received from house in Pune	70,000
3	Income from agriculture in Sri Lanka	2,000
4	Income from business in USA controlled from India	60,000
5	Past untaxed foreign income brought to India during the previous year	10,000

**Solution**

**Computation of total income for A.Y. 2020-21**

Sr. No.	Income	Resident and Ordinary Resident	Resident But Not Ordinary Resident	Non Resident
1	Dividend received from Dominos Ltd., a USA company in USA	12,000	-	-
2	Rent received from house in Pune	70,000	70,000	70,000
3	Income from agriculture in Sri Lanka	2,000	-	-
4	Income from business in USA controlled from India	60,000	60,000	-
5	Past untaxed foreign income brought to India during the previous year	Remittance not income	Remittance not income	Remittance not income
	<b>Total</b>	<b>1,44,000</b>	<b>1,30,000</b>	<b>70,000</b>