NEW TAX REGIME VS OLD TAX REGIME
WHICH ONE IS BETTER?

OLD REGIME						NEW REGIME						
	TOTAL INCOME		18,00,000				TOTAL INCOME		18,00,000			
S. No.	SLAB RATES	RATE	TAX BEFORE REBATE	87A	TAX AFTER REBATE	S. NO.	SLAB RATES	RATE	TAX BEFORE REBATE	87A	TAX AFTER REBATE	
1	0 to 2.5L	0%	-	-	-	1	Upto 3L	0%	-	0	-	
2	2.5L to 5L	5%	12,500	12,500	-	2	3L to 6L	5%	15,000	15,000	-	
3	5L to 10L	20%	1,12,500	-	1,12,500	4	6L to 9L	10%	45,000	-	45,000	
4	Above 10L	30%	3,52,500	-	3,52,500	5	9L to 12L	15%	90,000	-	90,000	
						6	12L to 15L	20%	1,50,000	-	1,50,000	
						7	Above 15L	30%	2,40,000	-	2,40,000	
	Total tax on taxable income				3,52,500		Total tax on taxable income				2,40,000	1,12,500

S. No.	TOTAL INCOME SLAB RATES	RATE	18,00,000 TAX BEFORE REBATE	87A	TAX AFTER REBATE	S. NO.	TOTAL INCOME SLAB RATES	RATE	18,00,000 TAX BEFORE REBATE	87A	TAX AFTER REBATE	DIFFERENCE	DEDUCTION REQUIRED
1	0 to 2.5L	0%	-	-		1	Upto 3L	0%	-			-	-
2	2.5L to 5L	5%	12,500	12,500	-	2	3L to 5L	5%	10,000	10,000	-	-	-
4	5L to 6L	20%	32,500	-	32,500	4	5L to 6L	5%	15,000	15,000	-	32,500	1,00,000
5	6L to 7L	20%	52,500		52,500	5	6L to 7L	10%	25,000	25,000	-	52,500	2,00,000
6	7L to 9L	20%	92,500		92,500	6	7L to 9L	10%	45,000		45,000	47,500	2,37,500
7	9L to 10L	20%	1,12,500		1,12,500	7	9L-10L	15%	60,000		60,000	52,500	2,62,500
8	10L to 12L	30%	1,72,500		1,72,500	8	10L to 12L	15%	90,000		90,000	82,500	3,12,500
9	12L to 15L	30%	2,62,500		2,62,500	9	12L to 15L	20%	1,50,000		1,50,000	1,12,500	3,75,000
10	15L to 18L	30%	3,52,500		3,52,500	10	15L to 18L	30%	2,40,000		2,40,000	1,12,500	3,75,000
	Total tax on taxable income				3,52,500		Total tax on taxable income				2,40,000		

NOTE: ABOVE 5CR. SURCHARGE IN NEW REGIME IS 25% & IN OLD REGIME 37%

NEW TAX REGIME VS OLD TAX REGIME
WHICH ONE IS BETTER?

ILLUSTRATIONS

Eg. 1

OLD REGIME

GTI	DEDUCTIONS	TOTAL INCOME
18,00,000	3,75,000	14,25,000

S. No.	SLAB RATES	RATE	TAX BEFORE REBATE	87A	TAX AFTER REBATE
1	0 to 2.5L	0%	-	-	
2	2.5L to 5L	5%	12,500	12,500	-
4	5L to 6L	20%	32,500	-	32,500
5	6L to 7L	20%	52,500		52,500
6	7L to 9L	20%	92,500		92,500
7	9L to 10L	20%	1,12,500		1,12,500
8	10L to 12L	30%	1,72,500		1,72,500
9	12L to 15L	30%	2,40,000		2,40,000
10	15L to 18L	30%			-
	Total tax on taxable income				2,40,000

NEW REGIME

TOTAL INCOME 18,00,000

S. NO.	SLAB RATES	RATE	TAX BEFORE REBATE	87A	TAX AFTER REBATE
1	Upto 3L	0%	-		
2	3L to 5L	5%	10,000	10,000	-
4	5L to 6L	5%	15,000	15,000	-
5	6L to 7L	10%	25,000	25,000	-
6	7L to 9L	10%	45,000		45,000
7	9L-10L	15%	60,000		60,000
8	10L to 12L	15%	90,000		90,000
9	12L to 15L	20%	1,50,000		1,50,000
10	15L to 18L	30%	2,40,000		2,40,000
	Total tax on taxable income				2,40,000

Eg. 2

OLD REGIME

GTI	DEDUCTIONS	TOTAL INCOME
10,00,000	2,62,500	7,37,500

TOTAL INCOME 7,37,500

S. No.	SLAB RATES	RATE	TAX BEFORE REBATE	87A	TAX AFTER REBATE
1	0 to 2.5L	0%	-	-	
2	2.5L to 5L	5%	12,500	12,500	-
4	5L to 6L	20%	32,500	-	32,500
5	6L to 7L	20%	52,500		52,500
6	7L to 9L	20%	60,000		60,000
7	9L to 10L	20%			
8	10L to 12L	30%			
9	12L to 15L	30%			
10	15L to 18L	30%			
	Total tax on taxable income				60,000

NEW REGIME

TOTAL INCOME 18,00,000

S. NO.	SLAB RATES	RATE	TAX BEFORE REBATE	87A	TAX AFTER REBATE
1	Upto 3L	0%	-		
2	3L to 5L	5%	10,000	10,000	-
4	5L to 6L	5%	15,000	15,000	-
5	6L to 7L	10%	25,000	25,000	-
6	7L to 9L	10%	45,000		45,000
7	9L-10L	15%	60,000		60,000
8	10L to 12L				
9	12L to 15L				
10	15L to 18L				
	Total tax on taxable income				60,000

NEW TAX REGIME VS OLD TAX REGIME
WHICH ONE IS BETTER?
DETAIL OF ALLOWABLE AND NOT ALLOWABLE DEDUCTIONS

S.no	Section		Old Regime	New Regime	
1	10(5)	LTA	50,000		
2	10(13A)	HRA			
3	10(14)	Offical Purpose Expenses (Transport, Travelling, Daily, helper, Unfiform, Academic)	1,00,000		
4	10(17)	Allowances received by MP&MLA			
5	10(32)	1,500 per minor child for clubing u/s 64(1A)			
6	10AA	SEZ			
7	16(ia)	Standard deduction	50,000	50000	Proposed Amendmet
8	16(ii)	Entertainment allowances			
9	16(iii)	Professional tax	10,000		
10	24(b)	Intrest on borrowed capital in respect of the property referred to in sub-section (2) of section 23] i.e relating to SELF OCCUPIED PROPERTY	2,00,000		
11	32(1)(iia)	Additional depreciation			
12	32AD	Deduction for new P&M in backward area			
13	33AB	Deduction for Tea coffie and rubber development			
14	33ABA	Deduction for Site restoration fund			
15	(iia), (iii) or (2AA)	Scientific reasearch			
16	35AD	Deduction for Specified business			
17	35CCC	Deduction for expenses on agiricultural extension project			
18	57(iia)	Family pension 15K or 1/3 which ever is lower			Proposed Amendmet
19		Any of the provisions of Chapter VI-A	2,00,000		
	Except				
i	80CCD(2)	Deduction in respect of contribution to National pension scheme			
ii	80CCH(2)	Deduction in respect of contribution to Agnipath Scheme.			Proposed Amendmet
iii	80JJAA	Deduction in respect of employment of new employees			
			6,10,000	50,000	5,60,000