

calculation of taxable gratuity.

particulars	Amount
Actual gratuity	17,00,000
Exempt gratuity (least)	
(a) Actual gratuity 17,00,000	
(b) calculated gratuity (42000 + 23000 x $\frac{15}{26}$ x 32)	12,37,500
(c) 20,00,000	
Exempt gratuity \longrightarrow	(12,37,500)
Taxable gratuity \longrightarrow	<u>4,62,500</u>