Calculation of exempt HRA & total taxable income of Rajveer

Let,
A = HRA received - 98000, Rent paid. ₹ 9000
B = HRA received = ₹8000, Rent paid = 0
C = HRA received - NIL, Rent paid - ₹9000

Particulars	A	B	C
Income from salary			
Basic [42000 × 12]	5,04,000	5,04,000	5,04,000
DA [12,000 × 12]	2,04,000	2,04,000	2,04,000
CCA [2000 × 12]	24,000	24,000	24,000
Other allowances [8000 × 12]	96,000	96,000	96,000
HRA [8000 × 12]	96000	96,000	—
Gross salary	9,24,000	9,24,000	8,28,000
Exemption			
Exempt HRA, least of			
1) actual HRA			
2) Rent paid - 10% salary*	(37,200)	(0)	—
3) 50% of salary**			
	8,86,800	9,24,000	8,28,000
Deduction U/s 80GG lower of			
1) 5000 × 12 = 60,000			
2) Rent paid - 10% salary	—	—	(37,200)
3) 25% of salary			
Total taxable income	8,86,800	9,24,000	7,90,800

Exempt HRA for A.

1) actual HRA   96,000   = 96,000

2) Rent paid - 10% salary*   = 108000 - 70,800 = (37,200)

3) 50% of salary**   = $\left[708000 \times 50\% \right]$ = 354,000

HRA deduction for scenario c

1) 5000 × 12 = 60,000   = 60,000.

2) Rent paid - 10% salary   = (37,200)

3) 25% of salary   = 177,000

NOTE

* Salary = Basic + DA + Commission received = 708,000

** 50% of salary is taken as I assume him to be a resident of Mumbai