

# Tax Deduction Report

## Introduction

Section Name: Charitable Donations

Relevant Tax Act/Section: Section 80G

Calculation:  $1,000,000 \times 100\% = 1,000,000$

Deduction Amount: 1,000,000

Explanation: This deduction is allowed for donations made to approved charitable institutions.

Section Name: Pension Contributions

Relevant Tax Act/Section: Section 80CCC

Calculation:  $2,500,000 \times 100\% = 2,500,000$

Deduction Amount: 2,500,000

Explanation: This deduction is allowed for contributions made to certain pension schemes.

Section Name: Medical Insurance

Relevant Tax Act/Section: Section 80D

Calculation:  $2,000,000 \times 100\% = 2,000,000$

Deduction Amount: 2,000,000

Explanation: This deduction is allowed for premiums paid towards health insurance policies.

Section Name: Scientific Research Expenditure

Relevant Tax Act/Section: Section 35

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Calculation:  $4,000,000 \times 150\% = 6,000,000$

Deduction Amount: 6,000,000

Explanation: This deduction is allowed for expenses incurred on scientific research and development.

Section Name: Depreciation on Assets

Relevant Tax Act/Section: Section 32

Calculation:  $3,000,000 \times 100\% = 3,000,000$

Deduction Amount: 3,000,000

Explanation: This deduction is allowed for the depreciation of fixed assets.

Section Name: Interest on Borrowed Capital

Relevant Tax Act/Section: Section 36(1)(iii)

Calculation:  $1,000,000 \times 100\% = 1,000,000$

Deduction Amount: 1,000,000

Explanation: This deduction is allowed for interest paid on borrowed capital.

Section Name: Rent Expense

Relevant Tax Act/Section: Section 37

Calculation:  $5,000,000 \times 100\% = 5,000,000$

Deduction Amount: 5,000,000

Explanation: This deduction is allowed for rent paid on business premises.

Section Name: Infrastructure Investments

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Relevant Tax Act/Section: Section 80IA

Calculation:  $5,000,000 \times 100\% = 5,000,000$

Deduction Amount: 5,000,000

Explanation: This deduction is allowed for investments made in infrastructure projects.

Grand Total Taxable Income:  $50,000,000 - (1,000,000 + 2,500,000 + 2,000,000 + 6,000,000 + 3,000,000 + 1,000,000 + 5,000,000 + 5,000,000) = 25,500,000$

## Deductions Table

Section Name	Tax Act/Section Number	Calculation	Deduction Amount
Charitable Donations	80G	$100\% = 1\text{M}$	INR 1M
Interest Loans	36(1)(iii)	$100\% = 12\text{M}$	INR 12M
Grand Total	N/A	N/A	amount