

(15)

Net profit	2,75,000	
Travelling expense	3,000	
Municipal tax	6,000	
Depreciation	50,000	
Printing and stationery	1,500	
Insurance premium	7,500	
Advertisement expense	5,000	
Total	5,91,000	5,91,000

- 2) Insurance premium includes fire insurance premium of Rs. 7,500 and life insurance premium of Rs. 5,000.
- 3) Amount of allowable depreciation is Rs. 50,000 as per income tax act.
- 4) Printing and stationery includes Rs. 1,500 of stationary purchased for study of his son.
- 5) Municipal tax includes Rs. 4,000 of municipal tax of let out house.
- 6) Rs. 2,000 in bed debts recovery is not admissible as per income tax act.
- 7) Advertisement expense for the business of Rs. 5,000 is not recorded in above P. & L. A/c.
- From the above information prepare statement of showing taxable income of business-profession of Ananya for the A.Y. 2018-19.