

NAME: JOHN-OGUN PEACE

MATRIC NO.:17/SMS02/030

COURSE CODE:ACC310

**COMPUTATION OF PERSONAL INCOME TAX LIABILITY FOR 2012
YEAR OF ASSESSMENT**

	₦	₦
EARNED INCOME		
Gratuity from Public Service 31/12/11		30,000,000
Salary from Septraco limited 1/1/12		60,000,000
Benefit in kind;		
Toyota Prado(5% of ₦15,000,000)	750,000	
Accommodation	7,500,000	8,250,000
Gross Emoluments		98,250,000
UNEARNED INCOME		
Gross Income		-
		98,250,000
RELIEFS AND ALLOWANCES		
CRA(Higher of ₦200,000 or 1% of Gross income plus 20% of Gross Income) ₦982,500 + ₦19,650,000	20,632,500	
Life Assurance Premium	6,000,000	
Pension Scheme(₦400,000*12)	4,800,000	(31,432,500)
		66,817,500

Computation of Tax liability

	₦
1st ₦300,000 at 7%	21,000
Next ₦300,000 at 11%	33,000
Next ₦500,000 at 15%	75,000
Next ₦500,000 at 19%	95,000
Next ₦1,600,000 at 21%	336,000
Next ₦63,617,500 at 24%	15,268,200
Annual Tax liability	<u>15,828,200</u>