

# ANALYSIS OF INVESTMENT TOWARDS TAX SAVING PRODUCTS BY SALARIED INDIVIDUALS UNDER DIFFERENT INCOME SLABS

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## ABSTRACT

Taxation is one of the main instruments for which I live in. Taxes are collected by the government will help to boost projects developed in the country, including in defense and health. Each person who has an income above the required basic limit exemption was forced to leave a tribute to fiscal year, regardless of the tax.

If you will choose the right tax saving schemes are required to take into account the factor of safety, yield, and liquidity. It is also important to have a correct understanding of how the return will not be taxed.

People of different classes of income have different preferences investment depends on different factors. In this report, he reads all the major savings-investment taxes entirely based on all fronts, along with their features, advantages, and disadvantages of the brightest true choice of saving tax products with rights to the group income. the research contributes also to studied popularity and understanding of investment products, including officials, along with products that have the highest investment.

Investments that light of all the documents that are provided to customers and at the same time studied with several expenses that provide benefits on savings tax and described by different graphs and tables.

Examples of the sample of consumers in May of each group income to learn this. Consumers were asked about the reasons behind their preference for a particular product in the opinion of people of the different second one.

To work H & R Block India has assisted in the study of a range of savings-investment taxes in full with and the attitude of the officials towards tax products of savings and the amount or part of their income, which had invested them in the project was saved taxes

## 1. INTRODUCTION:

Investment is critical to achieving effective and objective financial. Investment system that has been available in the market, providing exemptions of taxes and credits taxes.

People pay by the different needs of the investment in a professional free or hand second. This fixed monthly income in cash to be meet your expenses and save for different goals in life.

Warm! How to save tax? That was one of the controversial issues of all taxpayer's minds. Recommends saving plans to establish a platform for taxpayers through which they easily could save taxes. Investments in income tax is a form of law except for taxes. Tax - projects put, these deductions in mind and offer the best way to save taxes.

One must realize that instruments do much more than just to save tax. Smart planning and the right instrument to increase the value of the portfolio are. Investment is the key to life. In terms of the importance of this investment without us revert too often. It is, however, not quite how good it will be up to invested in because of low yields and various risks associated with such investments.

Recommends saving plans to establish a platform for taxpayers through which they easily could save taxes. Investments in income tax is a form of law except for taxes. Tax - projects put, these deductions in mind and offer the best way to save taxes.

But investors must be looking for an investment option that does not only help you to save taxes, but also to produce the tax - free income.

When you have selected the correct, among several seconds elements such as security, liquidity, and performance, make sure that you understand how the returns will register. If earned income is taxable little opportunity for you to win money in the long run, because the tax is not cast in their produce. In financial services as NSC savings plan retirees (SCSS), 5 - year deposit time in the bank and the post office added the rate on their income, and can for that to be a complete and completely recorded. Thus even if it helps to save tax for the year, in particular, the income interest, payable taxes every year until the end of the mandate.

Again after tax of taxable container located under after that you need to invoice taxes. To someone who will pay 30 percent of taxes that go after tax of 5-year bank deposits to 7 percent to 4.9 percent for the year, including costs! It could even be a tax-exempt income even after it and added to the income interest is still one of the total revenues in the border acquittal based on the law of tax income. Illustration to get tax between 60-80 years only interest income from the investment tax as about - about Rs 3 lakh for a year. Because the income of such individuals is freed up to Rs 3 lakh, for and by not interest the exposure to

investments in taxable and cannot be the fiscal responsibility for them.

But for most of the second to help especially those who earn wages for selected that comes with dealing with the ESA. investment in this win profit is the exempt status of income. Prince invested is eligible for deduction under Section 80C of the Income Tax Act 1961, and the income of the whole is exempt from tax in the 10. There are various tax slabs in India. And depending on the speed of the plate also changes the volume of investment in the preference. This report will be helpful to you to take forward in the study of investment made by the individual in each disc income.

## OBJECTIVES

- To learn investment made by the leaders.
- To understand the preference for investment in such of the leaders in the various income slabs.
- To understand the attitude of the leaders and the extent of the amount that was invested in one.

## 2. LITERATURE SURVEY

### • Meaning Of Research

Fields can be explained in large seems that the process of collecting data and information and the analysis of the knowledge developed in which a substance is, if possible. Researchers strive to find answers about intelligence and practice through the application of the approach systematically. Webster's Collegiate Dictionary defines this as "Studious research or research, in particular: Investigation or experiment that aims at the discovery and interpretation of facts, a review of accepted theory or law in the light of new facts or the practical application of such new or modifications to the theory or law." Some people consider research as a movement, a movement of the unknown is not known.

That was a journey of discovery. We have all the necessary instincts of curiosity when strangers confront us surprised us and our curiosity or have our studies to achieve a full understanding of the unknown. This curiosity is the mother of all knowledge and techniques, which humans use to being asked for knowledge of everything that is known, it can be designated as research.

- **Research Design**

Design Research of the Department as a system of means and methods that are chosen by the researchers to combine several components of research into the cause of the logical way in which research is carried out effectively. It provides insight into "how "to research with the help of some media. Each researcher has a list of questions research that needs to be evaluated - this can be done by way of a plan of study. The design of a paper on this research is used to describe the type of research (experiment, research, half of the experiment, this research ) and the species of small ( experimental design, questions the survey, information about the study case ). They are not there are three major components in the design studios: data collection, measurement, and analysis.

- **Types of Research Design**

Researchers need to be a clear understanding of the different types of a design study to select the type of design study that will be held for trial. Design study could be in serious question is the group of test and quality design research.

Research design quality: the research was qualitatively performed in cases where the relationship between the data collected and observations are organized based on calculations of mathematicians. Theories about the origin of the problem can prove or disprove by the method of mathematicians from the calculation. Scientists rely on ourselves in the quality of the design studio where the expected end of the "why " One theory is combined with the "why " of the participants and to talk about it.

Quantitative research design: quantitative research carried out in cases where there is a need for researchers to be a statistical conclusion of the meeting on the drivable vision. Figures provide an excellent view of the making of decisions important business. The test design study is important for the growth of all organisms because all the conclusions that are drawn from the base of the population and the analysis of the only to win to be effective for the business.

### 3. RESEARCH METHODOLOGY

Research is done for the analysis of investment against the savings tax of leaders and officials and records of customers of H & R Block India. How the description and analysis of research will not be suitable for research.

**Descriptive research** Detailed results of the research used to be a picture of the nature of some people or events that are monitored. The answer is not about the issue of how / when / why wealth happens. Instead, the treatment of the question of " what " ( what the habits of the population or the state of the reader ?) Property that is used to describe the state of the population is usually the kind of categorical program, also known as an information category.

**Analytical research** The research analytics is a type of special for research that involves thinking critically and assessment of facts and information about the investigation that took place. Research about every kind is a way to find the news. The papers of research analyzing internal structured data and the second built important that relate to the job; after the information has been collected in the evaluation, used sources to be to test the theory or support the idea. To support the importance of thinking ( the way of thinking about that consciously claim or concept, and decide whether it is true or false ) can one pull out a little information to form the main ideas of the material.

It took five points of each disc as a sample for this study.

**Data Collection:**

Documents related to the product save taxes, form 16 questionnaires, surveys and interaction with customers.

**Primary Data:**

The primary data is collected in the survey and the interaction with the customer, the documents are provided to customers, such as Form 16, which form 26AS and documents as well as separate related to investments made.

**Secondary Data:**

Data Secondary collected through writing and web site.

**4. DATA ANALYSIS & INTERPRETATION**

The customers of H & R Block of each sharing a recording that has been closed down.

Tax slabs for AY 2019-2020 for couples in the 60 years.

Client 1:

Name: Mr. Y

Age: 50

Income: 300000

Invested amount: 85000

Investment made :

Client 2:

Name: Mr.Z

Age: 38

Income: Rs 325000

Invested amount: Rs 60000

Investment made :

Client :3

Name: Mr.P

Age: 26

Income: Rs 500000

Invested amount: Rs 150000

Investment made :

Client : 4

Name :Mr.Q

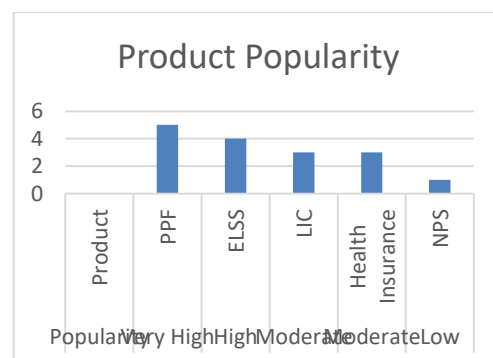
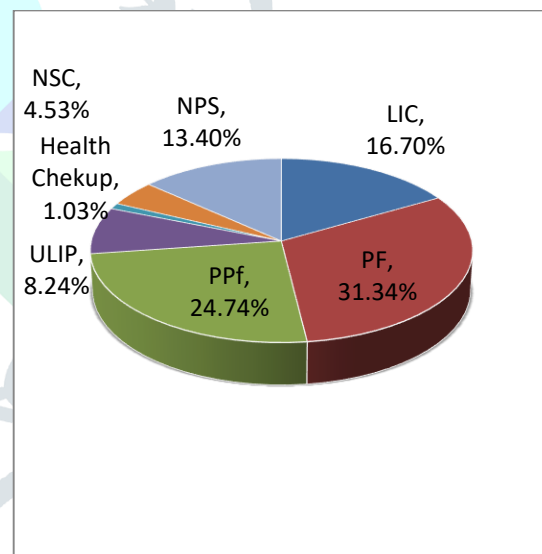
Age : 43

Income : Rs 420000

Invested amount : Rs 90000

Interpretation :

The pie chart shows the lower the percentage of the amount of the total that was invested in various savings tax of figures on the income of 500,000 rupees.



From the above case is clear to customers and revenues up to 5 lakhs each to be invested in insurance funds. One of the main reasons for this is that the employer is based directly on the number of workers' salaries and investing it in the account of the employee insured before the last salary of the employee is given.

To Keep PF in hand, the LIC and Public pension funds (PPF) are the product of saving taxes more popular than worker's investments voluntarily. One of the main reasons for this is that the PPF was considered one of the investment is safe because the people in this group want to take little or no risk.

LIC is the product popular in this slab of income. None of the various benefits of investment in LIC

The reason for the investment in life insurance

Life insurance provides an infusion of funds for the contract and adverse economic results of the insurance death.

Life insurance enjoys the award is made to separate from the instruments finance the second.

the death benefit is the total taxable to the recipient.

the death benefit can be free of taxes if the properties are owned as well.

The growing cash provides better answers from the time the insurance life.

The withdrawal of the cash value of the processed based on first -in first - out (FIFO) and the value of cash withdrawals for the total paid payments are usually tax - free.

Life insurance policy can be adjusted for different life insurance policy ( or the annuity ), but to continue the current fiscal year.

Another of the NPS has the popularity and investors have seen it as an option for safe investments concerning pensions.

## 5. FINDINGS OF THE STUDY

While revenues increased to increase as they are keen to take the risk. And the people in the group of high income is invested in products and the risk of a large sum.

The policy license is a product where the investment we of all groups of income.

Even if the maximum limit of deduction, which is available in the second 80C is Rs 150,000, while we move our advanced into the category of income, it was invested amount of the individual considerably greater than 1.5 lakhs.

LSS is a product that promises high returns, but they also have great risk.

Product more investment in the group income is separate:

0-5 lakhs: LIC ( followed by close by PPF)

10.05 lakh, PPF ( followed relieved by the LSS)

More than 10 lakh: LSS ( health insurance )

## SUGGESTIONS

- Individual and light generally not to fund investment. It should actively teach yourself to invest in systems that LSS.
- Most people make is not fully capable of wholesale discounts that are available in the second 80C, ie KRW150000 They must try to bring out the boundaries of 80C seconds.
- Individuals must diversify their portfolio of investments to be reducing risk and maximize returns.

## 6. CONCLUSION

Investment in the range of help for the save taxes. The investment was also varied according to the records, age, and income. Proper planning can help the officer to save large amounts of money.

Each product has advantages and disadvantages are different. investment is good for one may not

lend itself to the front, why should you invest the idea of the necessity and expectations.

No, there is a broad range of available in the market, which is sold to the government. By investing in them and the proper procedures to help not only people to save tax, but also adds to earnings.

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