



# **PRACTICAL APPROACH IN FILLING ITR FORMS – 4<sup>th</sup> JULY, 2019**

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# INTRODUCTION

- Electronic filing has been made mandatory in almost all the cases.
- Major changes in ITR forms
  - to incorporate the **changes made by the Finance Act, 2018** and
  - to seek **additional disclosures**
- It appears that the CBDT has envisaged to turn the ITR forms into **Scrutiny forms**
- Though the structure of the ITR forms remains the same, yet the **number of changes are enormous**

# COVERAGE

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- Provisions in relation to filing of Income Tax Return
- Filing of Income tax return
- Key changes to ITR Forms with relevant Amendments from Finance Act 2018
- Precautions to be taken while filing ITR
- Consequences of filing of wrong / filing no information in ITR

# PROVISIONS IN RELATION TO FILING OF ITR

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- Who has to file Income Tax Return?
- ITR Forms to be used
- Due dates for filing of tax returns
- Consequences of Delay

# Who has to file Income Tax Return

- Every company and a firm (incl. LLP) has to file ITR mandatorily.
- A resident person (other than Resident & Not Ordinarily Resident) who holds as a beneficial owner or otherwise, any asset located outside India or has signing authority in any account located outside India or is a beneficiary of any asset located outside India.
- Individual/HUF/AOP/BOI/Artificial Juridical Person having total income exceeding basic exemption limit without giving effect to Section 10A/10B/10BA and Section 10(38)
- An assessee who wants to carry forward any loss under any head of income (Except loss under head “Income from House property”)- [Section 139(3)]
- An assessee who wants to claim deduction under Part C of Chapter VIA i.e. sec 80H to 80TT

# Who has to file Income Tax Return

- Charitable/religious purposes trusts\*
- Political party\*
- Certain institutions claiming exemption under Section 10 (Eg. Mutual fund, securitization trust, venture capital fund)\*
- University/college/institution [section 35(1)(iii)]
- Business trust
- Investment fund
- An assessee who wants to claim income tax refund

[\***Note**-If total Income before considering the exemption exceeds maximum amount not chargeable to Tax]

# Due Dates for Filing ITR

## Explanation 2 to Section 139:

Assessee covered	Due Date (On or before)
Assessee to whom Transfer Pricing Provisions are applicable	30 <sup>th</sup> November of relevant AY
<ul style="list-style-type: none"><li>▪ Company</li><li>▪ Person (other than company) liable to any audit</li><li>▪ Working partner of firm (incl. LLP) liable to audit</li></ul>	30 <sup>th</sup> September of relevant AY
Any other assessee	31 <sup>st</sup> July of relevant AY

Belated Return for A.Y. 2019-20 – March 2020 – **Section 139(4)**

# Consequences for Delay

- Interest @ 1% per month and part thereof up to the date of payment of taxes – Section 234A
- No carry forward certain losses (except HP loss and Unabsorbed Depreciation)
- No allowance of deduction u/s under Part C of Chapter VIA i.e. sec 80H to 80TT
- Loss of Interest on refund under section 244A.
- Penalty of Rs 5,000 if return is filed after due date but before 31<sup>st</sup> December of Relevant AY or else Rs 10,000/ if filled after that - section 271F
- Imprisonment u/s 276CC



# ITR Forms to be used

<b>Individual and HUF</b>				
<b>Nature of Income</b>	<b>ITR 1</b>	<b>ITR 2</b>	<b>ITR3</b>	<b>ITR4</b>
<b>SALARY INCOME</b>				
Income from salary/ pension (RESIDENTS)	✓	✓	✓	✓
Income from Salary / Pension (NOR /NR)		✓	✓	
Any individual who is a Director in any company		✓	✓	
<b>INCOME FROM HOUSE PROPERTY</b>				
Income/ Loss One House Property (No c/f)	✓	✓	✓	✓
Brought forward / carry forward		✓	✓	
More than one house property		✓	✓	
<b>INCOME FROM BUSINESS / PROFESSION</b>				
Income from Business /Profession			✓	
Presumptive Cases - Residents			✓	✓
Presumptive Cases - NOR / NR			✓	
Partner of a partnership firm			✓	

# ITR Forms to be used

Individual and HUF				
Nature of Income	ITR 1	ITR 2	ITR3	ITR4
<b>CAPITAL GAINS</b>				
<b>Holding of unlisted shares during the year</b>		✓	✓	
Gains or loss during the year of investments /property		✓	✓	
<b>INCOME FROM OTHER SOURCES</b>				
Family Pension Scheme –Residents	✓	✓	✓	✓
Family Pension Scheme - NOR and NR		✓	✓	
Dividend > Rs.10lakhs - Section 115BBDA		✓	✓	
Unexplained income - Section 115BBE taxed at 60%		✓	✓	
Deduction u/s 57 (other than FPS)		✓	✓	
<b>DEDUCTIONS</b>				
Section 80QQB or 80RRB Royalty from Patent or Books		✓	✓	
Deduction u/s 10AA or part C of Ch VIA( incomes)			✓	

# ITR Forms to be used

<b>Individual and HUF</b>				
<b>Nature of Income</b>	<b>ITR 1</b>	<b>ITR 2</b>	<b>ITR3</b>	<b>ITR4</b>
<b>TOTAL INCOME</b>				
Agricultural Income exceeding Rs.5000		✓	✓	
<b>Total Income &gt; Rs.50lakhs</b>		✓	✓	
B/F or C/F of losses in any head of income		✓	✓	
<b>COMPUTATION OF TAX LIABILITY</b>				
TDS of another claimed (clubbing, Portuguese Civil Code)		✓	✓	
Relief u/s 90, 90A or 91 Foreign Tax		✓	✓	
<b>OTHERS</b>				
Income from Foreign Sources		✓	✓	
Foreign Assets		✓	✓	
Signing Authority in account outside India		✓	✓	
Portuguese Civil Code - Section 5A		✓	✓	

# ITR Forms to be used

<b>Other Assesseees</b>				
<b>Status of the Assessee</b>	<b>ITR 4</b>	<b>ITR 5</b>	<b>ITR 6</b>	<b>ITR 7</b>
Firm (excl. LLPs) - presumptive Tax	✓			
Firm including LLPs/AOP/BOI/LA/AJP		✓		
<b>Companies</b> other than Section 11			✓	
Persons other than companies required to furnish returns under:				
Section 139(4A) Trust other than Section 11				✓
Section 139(4B) Political Party				✓
Section 139(4C) Various exempt entities				✓
Section 139(4D) Univ.College Inst 35(1)(ii)/(iii)				✓
Business Trust		✓		
Investment Fund - Section 115UB		✓		

# FILING OF INCOME TAX RETURN

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- Who can file ITR in physical manner?
- Requirement of Digital Signature
- Preparing the ITR Forms
- E-filing process
- Manner of verification of return

# Who is required to file Return of Income electronically

- Every tax payer shall file the income tax return electronically except a super senior citizen (whose age is 80 years or above)
- The option available with a tax payer, whose income was below Rs. 5 lakhs during the previous year (i.e. FY 17-18), to file the return in physical form **has been withdrawn**

# Requirement of Digital Signature

- A digital signature is a certificate for demonstrating the authenticity of the digital message or document. The presence of a Digital Signature of a person indicates that the person adopts the contents of the electronic message.
  
- DSC is mandatorily required in case of uploading the ITR of :
  - ✓ Any Company.
  - ✓ Any firm, individual or HUF to whom provisions of Section 44AB (Tax audit) are applicable.
  - ✓ Political parties.

# Preparing the ITR Forms

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- Prepare and Submit Online ITR
  - ✓ Offline utility not required
  - ✓ Available only for ITR-1 & ITR-4
  
- Offline utilities provided by IT Department
  - ✓ Excel Utility
  - ✓ Java Utility
  
- Various Softwares



# E-filing process

The screenshot displays the e-Filing portal interface. At the top left, the logo of the Income Tax Department, Government of India, is shown with the text "e-Filing Anywhere Anytime". The top right corner features navigation links: Downloads, Feedback, Accessibility Options, Contact Us, and Help. A user profile section shows "Welcome" and "(Individual) Logout" with a last login time of "01/07/2019 15:44:45" and an idle session timer of "09:51".

The main navigation bar includes: Dashboard, My Account, e-File, e-Proceeding, e-Nivaran, Compliance, Worklist, and Profile Settings. The "e-File" menu is expanded, showing a list of options: Income Tax Return, Income Tax Forms, Response to Notice u/s 139(9), Upload Form BB (Return of Net Wealth), Response to Outstanding Demand, and Rectification.

Below the navigation bar, there are two main sections: "Filing of Income Tax Return" and "View Returns / Forms".

An "IMPORTANT !!!" notice is displayed, stating: "Introducing 'Service Request' functionality under 'My Account'. Now, you can raise and view the requests for the following."

- Intimation u/s 143(1)/154/16(1)/35
- Refund Re-issue
- Change ITR form Particulars
- Certificate of Appreciation
- Condonation Request

# E-filing process



**e-Filing** *Anywhere Anytime*  
Income Tax Department, Government of India

[Downloads](#) [Feedback](#) [Accessibility Options](#) [Contact Us](#) [Help](#)

Welcome, [User Name] (Individual) [Logout](#)

Last Login: 02/07/2019 17:56:46  
Idle Session Timer **1 4 : 5 8**

[Dashboard](#) [My Account](#) [e-File](#) [e-Proceeding](#) [e-Nivaran](#) [Compliance](#) [Worklist](#) [Profile Settings](#)

## Income Tax Return

PAN \*

Assessment Year \*

ITR Form Number \*

Submission Mode \*

# Manner of verification of return

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Aadhaar  
OTP

Net  
Banking

Bank  
ATM

Bank  
Account  
Number

Demat  
Account  
Number

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# KEY CHANGES TO ITR FORMS WITH RELEVANT AMENDMENTS FROM FINANCE ACT 2018

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Additional information with respect to residential status	<ul style="list-style-type: none"> <li>Assessee is now required to provide information with respect to his/her residential status</li> </ul>	ITR 2,3

(d)	Residential Status in India (for individuals) <i>(Tick applicable option)</i>	A. Resident	<input type="checkbox"/> You were in India for 182 days or more during the previous year [section 6(1)(a)] <input type="checkbox"/> You were in India for 60 days or more during the previous year, and have been in India for 365 days or more within the 4 preceding years [section (6)(1)(c)] [where Explanation 1 is not applicable]		
		B. Resident but not Ordinarily Resident	<input type="checkbox"/> You have been a non-resident in India in 9 out of 10 preceding years [section 6(6)(a)] <input type="checkbox"/> You have been in India for 729 days or less during the 7 preceding years [section 6(6)(a)]		
		C. Non-resident	<input type="checkbox"/> You were a non-resident during the previous year. (i) Please specify the jurisdiction(s) of residence during the previous year -		
		S.No.	Jurisdiction(s) of residence	Taxpayer Identification Number(s)	
		1			
		2			
		(ii) In case you are a Citizen of India or a Person of Indian Origin (POI), please specify -			
		Total period of stay in India during the previous year (in days)		Total period of stay in India during the 4 preceding years (in days)	
		Residential Status in India (for HUF) <i>(Tick applicable option)</i>	<input type="checkbox"/> Resident <input type="checkbox"/> Resident but not Ordinarily Resident <input type="checkbox"/> Non-resident		

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Reporting of gross income offered with respective head in TDS Schedule	<ul style="list-style-type: none"> <li>Additional disclosure to state the Gross amount of the Income and the corresponding head of income under which it is offered so that no undue credit of TDS is claimed by the Taxpayer.</li> </ul>	ITR 2,3,4, 5,6,7

## SCHEDULE TDS2 DETAILS OF TAX DEDUCTED AT SOURCE ON INCOME OTHER THAN SALARY [As per Form 16 A issued or Form 16C furnished by Deductor(s)]

Sl. No.	TAN of the Deductor/ PAN of Tenant	Unclaimed TDS brought forward (b/f)		TDS of the current Fin. Year	TDS credit being claimed this Year (only if corresponding income is being offered for tax this year)	Corresponding Income offered		TDS credit being carried forward
		Fin. Year in which deducted	TDS b/f	TDS Deducted	TDS Claimed	Gross Amount	Head of Income	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
i								
ii								

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Business Name, Code & Description for assessee opting for presumptive scheme	<ul style="list-style-type: none"> <li>The requirement to disclose Business Name , code &amp; description was required to be reported for ITR 3,5 &amp; 6 only. From AY 2019-20, now even ITR 4 seeks these details.</li> </ul>	ITR 4

## SCHEDULE BP – DETAILS OF INCOME FROM BUSINESS OR PROFESSION

### COMPUTATION OF PRESUMPTIVE BUSINESS INCOME UNDER SECTION 44AD

S. No.	Name of Business	Business code	Description
(i)			

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Directorship details	<ul style="list-style-type: none"> <li>The ITR forms have made it mandatory for the Directors of the Companies to give the details of the Company in which he is Director during the previous year</li> </ul>	ITR 2 & 3

(h) Whether you were Director in a company at any time during the previous year? (Tick)  Yes  No  
 If yes, please furnish following information -

Name of Company	PAN	Whether its shares are listed or unlisted	Director Identification Number (DIN)							



# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Schedule FA expanded	<ul style="list-style-type: none"> <li>• Following changes have been made in Schedule FA:-               <ul style="list-style-type: none"> <li>- Details of Foreign Depository account are also required besides foreign bank accounts.</li> <li>- Foreign Custodial accounts</li> <li>- Foreign equity and debt interest held in any entity</li> <li>- Foreign cash value insurance contract or annuity contract.</li> </ul> </li> </ul>	ITR 2,3,5,6 & 7

# Changes in ITR

## Schedule FA| Details of Foreign Assets and Income from any source outside India

A1 Details of Foreign Depository Accounts held (including any beneficial interest) at any time during the relevant accounting period)											
Sl No	Country name	Country code	Name of financial institution	Address of financial institution	ZIP code	Account number	Status	Account opening date	Peak balance during the period	Closing balance	Gross interest paid/credited to the account during the period
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
(i)											
(ii)											
A2 Details of Foreign Custodial Accounts held (including any beneficial interest) at any time during the relevant accounting period											
Sl No	Country name	Country code	Name of financial institution	Address of financial institution	ZIP code	Account number	Status	Account opening date	Peak balance during the period	Closing balance	Gross amount paid/credited to the account during the period <i>(drop down to be provided specifying nature of amount viz. interest/dividend/proceeds from sale or redemption of financial assets/ other income)</i>
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
(i)											
(ii)											

# Changes in ITR

<b>A3 Details of Foreign Equity and Debt Interest held (including any beneficial interest) in any entity at any time during the relevant accounting period</b>												
Sl No	Country name	Country code	Name of entity	Address of entity	ZIP code	Nature of entity	Date of acquiring the interest	Initial value of the investment	Peak value of investment during the period	Closing value	Total gross amount paid/credited with respect to the holding during the period	Total gross proceeds from sale or redemption of investment during the period
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(i)												
(ii)												
<b>A4 Details of Foreign Cash Value Insurance Contract or Annuity Contract held (including any beneficial interest) at any time during the relevant accounting period</b>												
Sl No	Country name	Country code	Name of financial institution in which insurance contract held	Address of financial institution	ZIP code	Date of contract	The cash value or surrender value of the contract	Total gross amount paid/credited with respect to the contract during the period				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)				
(i)												
(ii)												

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Investment in unlisted companies	<ul style="list-style-type: none"> <li>To keep a check on issue of shares by a closely held companies and investment made therein by shareholders, a new table has been inserted in new ITR form to seek the following details:-</li> </ul>	ITR 2,3 &5

d) Whether you have held unlisted equity shares at any time during the previous year? (Tick)  Yes  No  
 If yes, please furnish following information in respect of equity shares

Name of company	PAN	Opening balance		Shares acquired during the year					Shares transferred during the year		Closing balance	
		No. of shares	Cost of acquisition	No. of shares	Date of subscription / purchase	Face value per share	Issue price per share (in case of fresh issue)	Purchase price per share (in case of purchase from existing shareholder)	No. of shares	Sale consideration	No. of shares	Cost of acquisition
1	2	3	4	5	6	7	8	9	10	11	12	13

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Reporting of assets and liabilities by start-ups and unlisted companies	<ul style="list-style-type: none"><li>• New Schedules AL1 and AL2 have been inserted in ITR forms where in details about the assets and liabilities are required to be furnished such as <b>date and cost of acquisition of asset, purpose for which asset is used, PAN of the person from or to whom loan or advance is given or accepted, vehicle registration number, etc.</b></li></ul>	ITR 6

# Changes in ITR

**Schedule AL-1** Assets and liabilities as at the end of the year (mandatorily required to be filled up by an unlisted company) (other than a start-up for which Schedule AL-2 is to be filled up)

DETAILS OF ASSETS AND LIABILITIES

A Details of building or land appurtenant there to, or both, being a residential house													
Sl. No.	Address			Pin code		Date of acquisition			Cost of acquisition Rs.		Purpose for which used (dropdown to be provided)		
(1)	(2)			(3)		(4)			(5)		(6)		
(i)													
(ii)													
B Details of land or building or both not being in the nature of residential house													
Sl. No.	Address			Pin code		Date of acquisition			Cost of acquisition Rs.		Purpose for which used (dropdown to be provided)		
(1)	(2)			(3)		(4)			(5)		(6)		
(i)													
(ii)													
C Details of listed equity shares													
Opening balance			Shares acquired during the year			Shares transferred during the year			Closing balance				
No. of shares	Type of shares	Cost of acquisition	No. of shares	Type of shares	Cost of acquisition	No. of shares	Type of shares	Sale consideration	No. of shares	Type of shares	Cost of acquisition		
1	2	3	4	5	6	7	8	9	10	11	12		
D Details of unlisted equity shares													
Name of company		PAN	Opening balance		Shares acquired during the year				Shares transferred during the year		Closing balance		
			No. of shares	Cost of acquisition	No. of shares	Date of subscription / purchase	Face value per share	Issue price per share (in case of fresh issue)	Purchase price per share (in case of purchase from existing shareholder)	No. of shares	Sale consideration	No. of shares	Cost of acquisition

# Changes in ITR

E Details of other securities													
Type of securities	Whether listed or unlisted	Opening balance		Securities acquired during the year						Securities transferred during the year		Closing balance	
		No. of securities	Cost of acquisition	No. of securities	Date of subscription/ purchase	Face value per share	Issue price of security (in case of fresh issue)	Purchase price per security (in case of purchase from existing holder)	No. of securities	Sale consideration	No. of securities	Cost of acquisition	
F Details of capital contribution to other entity													
Name of entity	PAN	Opening balance	Amount contributed during the year	Amount withdrawn during the year	Amount of profit/loss/ dividend/ interest debited or credited during the year	Closing balance							
G Details of Loans & Advances to any other concern (If money lending is not assessee's substantial business )													
Name of the person	PAN	Opening Balance	Amount received	Amount paid	Interest debited, if any	Closing balance	Rate of interest (%)						
H Details of motor vehicle, aircraft, yacht or other mode of transport													
Particulars of asset		Registration number of vehicle		Cost of acquisition		Date of acquisition		Purpose for which used (dropdown to be provided)					

# Changes in ITR

<b>I</b>	<b>Details of Jewellery, archaeological collections, drawings, paintings, sculptures, any work of art or bullion</b>							
	<b>Particulars of asset</b>	<b>Quantity</b>	<b>Cost of acquisition</b>	<b>Date of acquisition</b>	<b>Purpose of use</b> <i>(dropdown to be provided)</i>			
<b>J</b>	<b>Details of liabilities</b>							
	<b>Details of loans, deposits and advances taken from a person other than financial institution</b>							
	<b>Name of the person</b>	<b>PAN</b>	<b>Opening Balance</b>	<b>Amount received</b>	<b>Amount paid</b>	<b>Interest credited, if any</b>	<b>Closing balance</b>	<b>Rate of interest (%)</b>



# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Reporting of shareholding by start-ups and closely held companies	<ul style="list-style-type: none"><li>ITR forms have introduced a new schedule “Schedule SH 2” wherein start-ups are required to provide the following information on the shareholders and the share applicant (in case allotment is pending):-</li></ul>	ITR 6

# Changes in ITR

## SCHEDULE SH-2 SHAREHOLDING OF START-UPS

If you are a start-up which has filed declaration in Form-2 under para 5 of DPIIT notification dated 19.02.2019, please furnish the following details of shareholding:-

### Details of shareholding as at the end of the previous year

Name of the shareholder	Category of shareholder (drop down to be provided- non-resident/ venture capital company/ venture capital fund/ specified company/ any other person)	Type of share	PAN	Date of allotment	Number of shares held	Face value per share	Issue Price per share	Paid up value per share	Share premium
<b>Total</b>									

### Details of share application money pending allotment as at the end of the previous year

Name of the applicant	Category of applicant (drop down to be provided- non-resident/ venture capital company/ venture capital fund/ specified company/ any other person)	Type of share	PAN	Date of application	Number of shares applied for	Face value per share	Proposed issue price per share	Share application money	Share application premium
<b>Total</b>									

### Details of shareholder who is not a shareholder at the end of the previous year but was a shareholder at any time during the previous year

Name of the shareholder	Category of shareholder (drop down to be provided- non-resident/ venture capital company/ venture capital fund/ specified company/ any other person)	Type of share	PAN	Date of allotment	Number of shares held	Face value per share	Issue Price per share	Paid up value per share	Date on which ceased to be shareholder	Mode of cessation	In case of transfer, PAN of the new shareholder

#### NOTE

For definition of expressions- "venture capital company", "venture capital fund" and "specified company", please refer DPIIT notification dated 19.02.2019.

# Changes in ITR

<b>Particulars</b>	<b>Changes in ITR/Amendment</b>	<b>ITR</b>
Standard deduction from salary income	•The Finance Act, 2018 introduced standard deduction upto Rs. 40,000/- or the amount of salary received whichever is less in place of conveyance allowance and medical reimbursement.	ITR 1,2,3 and 4 have been amendment wherein a new row is added to enable the assessee to claim the benefit of standard deduction.

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Salary Income to be reported on gross basis	<p>•For A.Y. 2019-20, an individual has to mention his gross salary and then the amount of exempt allowances u/s 10 shall be deducted to arrive at the net figure of salary. Further new ITR forms seek single reporting of all allowances u/s 10 which includes:-</p> <ul style="list-style-type: none"><li>-Encashment of Leave,</li><li>- Provident Fund,</li><li>-Leave Travel Allowance,</li><li>-House Rent Allowance, etc</li></ul>	ITR 1,2,3 & 4

# Changes in ITR

<b>i</b> Gross Salary (ia + ib + ic)			<b>i</b>
<b>a</b>	Salary as per section 17(1)	<b>ia</b>	
<b>b</b>	Value of perquisites as per section 17(2)	<b>ib</b>	
<b>c</b>	Profit in lieu of salary as per section 17(3)	<b>ic</b>	
<b>ii</b> Less allowances to the extent exempt u/s 10 ( <i>drop down to be provided in e-filing utility</i> )			<b>ii</b>
<b>iii</b> Net Salary (i – ii)			<b>iii</b>
<b>iv</b> Deductions u/s 16 (iva + ivb + ivc)			<b>iv</b>
<b>a</b>	Standard deduction u/s 16(ia)	<b>iva</b>	
<b>b</b>	Entertainment allowance u/s 16(ii)	<b>ivb</b>	
<b>c</b>	Professional tax u/s 16(iii)	<b>ivc</b>	

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
TAN of employer mandatory in Salary Schedule	<ul style="list-style-type: none"> <li>•TAN(Tax Deduction and Collection Account Number) of the employer is required to be furnished if tax is deducted by the employer on the said income from salary.</li> <li>•Previously, PAN of the employer was required to be quoted which wasn't mandatory.</li> </ul>	<p>ITR 2 &amp; 3</p> <p><i>ITR 1 &amp; 4 are not impacted by this change as the relevant forms do not have a separate Schedule of Salary.</i></p>

## Schedule S

### Details of Income from Salary

Name of Employer	Nature of employment (Tick) <input checked="" type="checkbox"/>		TAN of Employer (mandatory if tax is deducted)			
	<input type="checkbox"/> Govt. <input type="checkbox"/> PSU <input type="checkbox"/> Pensioners <input type="checkbox"/> Others					
Address of employer	Town/City	State	Pin code/ Zip code			

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Pensioners' Checkbox	•Under Part A, 'Pensioners' checkbox has been introduced under the 'Nature of employment' section.	ITR 1 ,2, 3 &4

PAN							Name	Date of Birth	Aadhaar Number (12 digit)/Aadhaar Enrolment Id (28 digit) (If eligible for Aadhaar)	
								D D M M Y Y Y Y		
Mobile No.	Email Address		Address: Flat/Door/Block No. Name of Premises/Building/Village Road/Street/Post Office Area/locality Town/City/District State Country Pin code							
Filed u/s (Tick) [Please see instruction]	<input type="checkbox"/> 139(1)-On or before due date, <input type="checkbox"/> 139(4)-Belated, <input type="checkbox"/> 139(5)-Revised, <input type="checkbox"/> 119(2)(b)- after condonation of delay.				Nature of employment- <input type="checkbox"/> Govt. <input type="checkbox"/> PSU <input type="checkbox"/> Pensioners <input type="checkbox"/> Others					
Or Filed in response to notice u/s	<input type="checkbox"/> 139(9), <input type="checkbox"/> 142(1), <input type="checkbox"/> 148, <input type="checkbox"/> 153A <input type="checkbox"/> 153C									
If revised/defective, then enter Receipt No. and Date of filing original return (DD/MM/YYYY)									/ /	
If filed in response to notice u/s 139(9)/142(1)/148/153A/153C or order u/s 119(2)(b)- enter Unique Number & Date of such Notice or Order									/ /	

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Assesse claiming Deduction u/s 80 GGA	•New Schedule has been inserted asking for details of donations for scientific research or rural development:-	ITR 2 & 6

## Schedule 80GGA

### Details of donations for scientific research or rural development

S. No.	Relevant clause under which deduction is claimed ( <i>drop down to be provided</i> )	Name and address of donee	PAN of Donee	Amount of donation			Eligible Amount of donation
				Donation in cash	Donation in other mode	Total Donation	
i							
ii							
	<b>Total donation</b>						



# Changes in ITR

<b>Particulars</b>	<b>Change in ITR/Amendment</b>	<b>ITR</b>
Medical Insurance deduction under Section 80D	<ul style="list-style-type: none"><li>The Limit amended to provide the deduction in respect of Senior Citizen to Rs. 50,000/- instead of Rs. 30,000/-.</li></ul>	ITR 1,2,3,4

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Deduction U/s 80G	<ul style="list-style-type: none"> <li>Donation given us 80 G need to be bifurcated for donation given in cash and elsewhere</li> </ul>	ITR 1,2,3,4

**Schedule 80G** Details of donations entitled for deduction under section 80G

DETAILS OF DONATIONS	A Donations entitled for 100% deduction without qualifying limit						
	Name and address of donee		PAN of Donee	Amount of donation			Eligible Amount of donation
				Donation in cash	Donation in other mode	Total Donation	
	i						
	ii						
iii Total							
B Donations entitled for 50% deduction without qualifying limit							
Name and address of donee		PAN of Donee	Amount of donation			Eligible Amount of donation	
			Donation in cash	Donation in other mode	Total Donation		
i							
ii							
iii Total							
C Donations entitled for 100% deduction subject to qualifying limit							
Name and address of donee		PAN of Donee	Amount of donation			Eligible Amount of donation	
			Donation in cash	Donation in other mode	Total Donation		
i							
ii							
iii Total							
D Donations entitled for 50% deduction subject to qualifying limit							
Name and address of donee		PAN of Donee	Amount of donation			Eligible Amount of donation	
			Donation in cash	Donation in other mode	Total Donation		
i							
ii							
iii Total							
E Total donations (Aiii + Biii + Ciii + Diii)							

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Arrears/ unrealised rent received to be reported property wise	<ul style="list-style-type: none"> <li>•‘Arrears and Unrealised rent received during the year less 30%’ is added as a new row and shall be reported Property wise.</li> <li>•Special Provision for the same was brought by Finance Act, 2016</li> </ul>	ITR 1,2,3,4,5,6 &7 Up till last year assessee was unable to file ITR 1 & 4 if income from arrears/ unrealised rent was received.

j Arrears/Unrealised rent received during the year less 30%	1j
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# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Deemed let out property option now in ITR 1 & 4	<ul style="list-style-type: none"> <li>The option of deemed let out property shall be selected in respect of that house property which has not been claimed as SOP by the assessee.</li> <li>ITR 1 &amp; 4 can be used only in case of income from only one house property.</li> </ul>	ITR 1 & 4 ITR 2,3,5,6 and 7 already had three options namely:- -Self Occupied Property - Let Out Property - Deemed Let Out

(Tick <input checked="" type="checkbox"/> the applicable option)	Name(s) of Tenant (if let out)	PAN of Tenant(s) (if available)	PAN/TAN of Tenant(s) (if TDS credit is claimed)
<input type="checkbox"/> Let out			
<input type="checkbox"/> Self-occupied			
<input type="checkbox"/> Deemed let out			
<b>a</b>	<b>Gross rent received or receivable or lettable value</b>		<b>1a</b>

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
PAN of tenant	•Furnishing of PAN of tenant is mandatory, if tax is deducted u/s 194-IB and TAN of tenant is mandatory if tax is deducted under section194-I.	ITR 2,3,5 & 6

Name(s) of Tenant (if let out)	PAN of Tenant(s) (Please see note)	PAN/TAN of Tenant(s) (Please see note)
I		
II		

(If negative, mark the figure as 0)

<b>NOTE</b>	<p>Furnishing of PAN of tenant is mandatory, if tax is deducted under section 194-IB.</p> <p>Furnishing of TAN of tenant is mandatory, if tax is deducted under section 194-I.</p>
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# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Tax Rate for small domestic companies	<ul style="list-style-type: none"> <li>The Finance, Act 2018 has increased the turnover limit from 50 crores to 250 crores for AY 17-18 to apply concessional rate of 25% tax rate.</li> </ul>	<ul style="list-style-type: none"> <li>ITR 6</li> </ul>
Gain/Loss on account of foreign exchange fluctuations	<ul style="list-style-type: none"> <li>The Finance Act,2018 has inserted a new section 43AA to provide for the tax treatment of foreign exchange fluctuations other than those dealt with Section 43A.</li> </ul>	<ul style="list-style-type: none"> <li>ITR 3,5 and 6 have been amended in Part A-P&amp;L wherein clause for “profit on account of currency fluctuations” have been replaced with.</li> </ul>

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Foreign Exchange fluctuation	<ul style="list-style-type: none"> <li>Gains/Loss arising from foreign exchange fluctuations shall be allowed as income/loss u/s 43AA if computed in accordance with ICDS-VI.</li> </ul>	Effect of this will have to shown under Schedule ICDS.

TRANSACTION TAX (311)			
vii	Profit on sale of other investment	vii	
viii	Gain (loss) on account of foreign exchange fluctuation u/s 43AA	viii	
ix	Profit on conversion of inventory into capital asset u/s 28(via) (FMV of inventory as on the date of conversion)	ix	

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
No separate reporting of interest paid to partners by firms	<ul style="list-style-type: none"> <li>•ITR 5 doesn't require bifurcation anymore of Interest Paid to Partners and Non Partners unlike last year.</li> <li>•<b>The Interest paid to Foreign company, Outside India, Non Resident &amp; Others remains as a bifurcation.</b></li> </ul>	ITR 5



# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Schedule P&L to seek more information	<ul style="list-style-type: none"><li>• New parts have been inserted in place of existing Part A P&amp;L.<ul style="list-style-type: none"><li>- Manufacturing Account</li><li>- Trading Account</li><li>- Profit &amp; Loss Account.</li></ul></li><li>• <b>For assessee engaged in manufacturing shall be required to fill all three account to arrive at profit and loss account whereas service providers and traders can directly start from trading account.</b></li></ul>	ITR 3,5& 6

# Changes in ITR

## Part A- Manufacturing Account

**Manufacturing Account for the financial year 2018-19** (fill items 1 to 3 in a case where regular books of accounts are maintained, otherwise fill items 61 to 64 as applicable)

1	Opening Inventory			
A	i	Opening stock of raw-material	i	
	ii	Opening stock of Work in progress	ii	

## Part A-Trading Account

**Trading Account for the financial year 2018-19** (fill items 4 to 12 in a case where regular books of accounts are maintained, otherwise fill items 61 to 64 as applicable)

4	Revenue from operations			
A	Sales/ Gross receipts of business (net of returns and refunds and duty or tax, if any)			
	i	Sale of goods	i	

## Part A-P&L

**Profit and Loss Account for the financial year 2018-19** (fill items 13 to 60 in a case where regular books of accounts are maintained, otherwise fill items 61 to 64 as applicable)

13	Gross profit transferred from Trading Account	13	
14	Other income		

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
Disclosure of name and address of debtor in case of bad debts	<ul style="list-style-type: none"> <li>Bad debts claimed of an amount of more than Rs 1 lakh would have to be disclosed with PAN of such debtor</li> <li>Now, <b>name and address of debtor</b> is required to be furnished in case of PAN of such debtor is not available</li> </ul>	ITR 3,5 & 6

iii Total (i + ii)											48vii	
48	Bad debts (specify PAN of the person, if available, for whom Bad Debt for amount of Rs. 1 lakh or more is claimed and amount)											
	i										48i	
	ii										48ii	
	iii										48iii	
	iv	Rows can be added as required									48iv	
	v	Others (more than Rs. 1 lakh) where PAN is not available (provide name and complete address)									48v	
	vi	Others (amounts less than Rs. 1 lakh)									48vi	
	vii	Total Bad Debt (48i + 48ii + 48iii + 48iv + 48v + 48vi)									48vii	

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
GSTIN and GST turnover	<ul style="list-style-type: none"><li data-bbox="513 329 1277 882">• Last year forms had a new Schedule requiring <b>GSTIN of the assessee and turnover as per GST return filed by the assessee, only for who had opted for presumptive taxation</b> and filing return in ITR 4. Same schedule has been <b>incorporated in ITR's 3,5&amp;6.</b></li></ul>	ITR 3,4,5&6

# Changes in ITR

## Schedule GST INFORMATION REGARDING TURNOVER/GROSS RECEIPT REPORTED FOR GST

DETAILS OF GST	Sl. No.	GSTIN No(s).	Annual value of outward supplies as per the GST return(s) filed
	(1)	(2)	(3)

**NOTE** ▶ *Please furnish the information above for each GSTIN No. separately*

# Changes in ITR

Particulars	Change in ITR/Amendment	ITR
<p>Disclosure of turnover and profit from speculative activities</p>	<ul style="list-style-type: none"> <li>• A separate schedule has been inserted in Schedule P&amp;L which has the following information:-               <ul style="list-style-type: none"> <li>- Turnover from speculative activities.</li> <li>- Gross profit</li> <li>- Expenditure</li> <li>- Net income from speculative activities.</li> </ul> </li> </ul>	<p>ITR 3,5&amp; 6</p> <p>Under ITR 6, turnover and income from intra day trading are required to be reported under trading account.</p> <p>This is informative, it does not seem to total up to any other Schedules.</p>

# Changes in ITR

66	i	Turnover from speculative activity	66i	
	ii	Gross Profit	66ii	
	iii	Expenditure, if any	66iii	
	iv	Net income from speculative activity (66ii - 66iii)	66iv	

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
No reporting of transactions with registered and unregistered suppliers under GST	<ul style="list-style-type: none"><li>• Last year every company, whose accounts are not required to get their accounts audited u/s 44AB had to report details of transaction entered with registered or unregistered suppliers under GST. This requirement has been removed in new ITR 6.</li></ul>	ITR 6



# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Disallowance under Section 14A, separate reporting	<ul style="list-style-type: none"> <li>Separate reporting in Schedule OI is required for disallowance made under Section 14A.</li> </ul>	ITR 3,5& 6

PARTY AMOUNT OR PRIOR CHARGES TO ITR UNDER SECTION 74		
5	Amount of income or expenditure of prior period credited or debited to the profit and loss account (net)	15
6	Amount of expenditure disallowed u/s 14A	16

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Reporting of audit under any Act separately in ITR	<ul style="list-style-type: none"> <li>New clause asking for details regarding the liability of assessee for audit under any Act other than Income Tax Act under ITR 3. – Only possibility for GST Audit but HOW?</li> </ul>	ITR 3

(e)	If liable to audit under any Act other than the Income-tax act, mention the Act, section and date of furnishing the audit report?			
	Act and section	(DD/MM/YY)	Act and section	(DD/MM/YY)

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Reporting ultimate immediate parent company	<ul style="list-style-type: none"> <li>Foreign companies are required to report the following information:-</li> </ul>	ITR 6

**In case of Foreign company, please furnish the details of immediate parent company.**

S.No	Name	Address	Country of residence	PAN (if allotted)	Taxpayer's registration number or any unique identification number allotted in the country of residence

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Gross Receipts through A/c payee cheque/draft or any mode	<ul style="list-style-type: none"><li>Assesses not liable to maintain books of account u/s 44AA are required to report Gross Receipts by splitting receipts through a/c payee cheques/draft/ECS <b>AND any other mode</b> i.e. Cash/PAYTm, BHIM/Bearer cheque, etc.</li></ul>	ITR 3,5 & 6

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Section 80TTB deduction to senior citizens	•Interest income earned from savings deposits, deposits with banks or post office or co-operative banks by a senior citizen shall be allowed a deduction of Rs.50,000/-.	ITR 1,2,3 & 4

Part CA and D- Deduction in respect of other incomes/other deduction				
x	80TTA		80TTB	
z	80U			

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
DDT on deemed dividend covered under section 2(22)(e)	<ul style="list-style-type: none"> <li>Dividend distribution tax @ 30% has been levied on loan/advance given by a closely held companies to its shareholders who have substantial interest in such company, or to a concern in which such shareholder has been substantially interest is deemed dividend u/s 2(22) (e) of the Act. Consequently shareholder is not liable to pay any tax on such deemed dividend.</li> <li>A new entry for deemed dividend has been inserted in Schedule DDT.</li> </ul>	ITR 6 <b><i>New rate in Schedule DDT with 15% - Now you can see 30%</i></b>

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Nature of residuary income	<ul style="list-style-type: none"><li>• It is <b>mandatory for an assessee to specify the nature of income taxable under the head income from other sources</b> for ITR 1 and 4.</li></ul>	ITR 1 &4

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Bifurcation interest income	<ul style="list-style-type: none"> <li>Separate reporting of interest income from various sources</li> </ul>	ITR 1,2,3,4,5,6&7

<b>b</b>	<b>Interest, Gross (bi + bii + biii + biv)</b>	<b>1b</b>	
i	From Savings Bank	bi	
ii	From Deposits (Bank/ Post Office/ Co-operative) Society/)	bii	
iii	From Income-tax Refund	biii	
iv	In the nature of Pass through income	biv	
v	Others	bv	



# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Accrual or receipt of dividend and income by way of lotteries, crossword puzzle	<ul style="list-style-type: none"> <li>Assessee can disclose the accrual or receipt of dividend income taxable u/s 115BBDA and income by way of winnings from lotteries, crossword puzzle for each quarters of Advance Tax</li> </ul>	ITR 2,3,5,6&7 – Schedule OS

## 0 Information about accrual/receipt of income from Other Sources

S.No.	Other Source Income	Upto 15/6	From 16/6 to 15/9	From 16/9 to 15/12	From 16/12 to 15/3	From 16/3 to 31/3
		(i)	(ii)	(iii)	(iv)	(v)
1	Dividend Income u/s 115BBDA					
2	Income by way of winnings from lotteries, crossword puzzles, races, games, gambling, betting etc. referred to in section 2(24)(ix)					

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Details of Agricultural land to be furnished if agriculture income exceeds Rs. 5 lakhs	<ul style="list-style-type: none"> <li>Additional details in new ITR forms if net agricultural income earned during the year exceeds Rs. 5 lakhs:-</li> </ul>	ITR 2,3,5 & 6

vi In case the net agricultural income for the year exceeds Rs.5 lakh, please furnish the following details ( <i>Fill up details separately for each agricultural land</i> )	
a	Name of district along with pin code in which agricultural land is located
b	Measurement of agricultural land in Acre
c	Whether the agricultural land is owned or held on lease ( <i>drop down to be provided</i> )
d	Whether the agricultural land is irrigated or rain-fed ( <i>drop down to be provided</i> )

# Changes in ITR

<b>Particulars</b>	<b>Changes in ITR/Amendment</b>	<b>ITR</b>
Section 54 EC exemption can be claimed on transfer of Land & Building only	<ul style="list-style-type: none"><li>• The scope of this exemption is significantly curtailed and now it is allowed only if long term capital gain arising from transfer of an immovable property is invested in specified bonds.</li><li>• The time limit of such bonds is increased to 5 years from 3 years.</li></ul>	ITR 2,3,5& 6 have been amended to restrict this exemption to transfer of immovable property only.

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Full value of consideration in case of transfer of land or building (Section 43CA, 50C and 56(2)(x))	<ul style="list-style-type: none"> <li>Actual sales consideration shall be deemed to be the full value of consideration if stamp duty value does not exceed 105% of actual sales consideration.</li> </ul>	ITR 2,3,5& 6 - CG schedule

1 From sale of land or building or both				
	a	i	Full value of consideration received/receivable	ai
		ii	Value of property as per stamp valuation authority	aii
		iii	Full value of consideration adopted as per section 50C for the purpose of Capital Gains [in case (aii) does not exceed 1.05 times (ai), take this figure as (ai), or else take (aii)]	aiii
	b	Deductions under section 48		

# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Profit on conversion of inventory into capital asset to be reported under profit and loss account	<ul style="list-style-type: none"> <li>Difference between the cost and fair market value of inventory as on the conversion date shall be income from business and profession</li> </ul>	ITR 3,5& 6

ix	Profit on conversion of inventory into capital asset u/s 28(via) (FMV of inventory as on the date of conversion)	ix
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# Changes in ITR

Particulars	Changes in ITR/Amendment	ITR
Transfer of Immovable property, additional information now required	<ul style="list-style-type: none"> <li>It is mandatory to furnish the PAN of the buyer in ITR form if tax has been deducted u/s 194IA or PAN is quoted by buyer in the registration documents.</li> </ul>	ITR 2,3,5& 6

f	In case of transfer of immovable property, please furnish the following details (see note)						
	S.No.	Name of buyer(s)	PAN of buyer(s)	Percentage share	Amount	Address of property	Pin code
<b>NOTE ►</b>	Furnishing of PAN is mandatory, if the tax is deducted under section 194-IA or is quoted by buyer in the documents. In case of more than one buyer, please indicate the respective percentage share and amount.						

# Changes in ITR

<b>Particulars</b>	<b>Changes in ITR/Amendment</b>	<b>ITR</b>
Withdrawal of Section 10(38)	<ul style="list-style-type: none"><li>• Long term capital gains arising from transfer of securities, being equity shares, units of equity mutual fund or units of business trust are now taxable</li><li>• Separate entry of transfer of securities will have to be filled in the ITR as a separate column of FMV.</li></ul>	ITR 2,3,5& 6

# COMPUTATION OF LTCG AS PER SEC 112A

- Long Term Capital Gains – on transfer of:
  - equity shares where STT has been paid on acquisition and transfer of such shares
  - equity oriented funds or a unit of a business trust where STT is paid at the time of redemption of such units
- Amount of Long Term Capital Gains exceeding Rs 1 lakh – Taxable @ 10%
  - New Section 112A (CBDT – FAQs, Notification No. 370149/20/2018-TPL dated 4 February 2018)



# COMPUTATION OF LTCG AS PER SEC 112A

Cost of Acquisition- Specified Assets acquired before 1<sup>st</sup> February 2018- Sec 55(2) (ac) -

- Higher of:
  - ❖ Actual Cost of Acquisition, &
  - ❖ Lower of
    - ✓ FMV as on 31<sup>st</sup> January 2018
    - ✓ Full Value of Consideration

# COMPUTATION OF LTCG AS PER SEC 112A

- FMV means:
  - listed on any recognized stock exchange - Highest price of the capital asset quoted on 31st January, 2018,
  - If no trading in such shares – highest price on a date immediately preceding 31st January 2018.
  - Not listed on recognized stock exchange - Net asset value of such asset as on the 31st January, 2018
- No benefit of indexation – Third Proviso to Sec 48
- Deduction u/s 54F- allowed
- Chapter VI-A Deductions, Rebate u/s 87A – not allowed
- In case of Loss: Setoff and Current forward is allowed

# COMPUTATION OF LTCG AS PER SEC 112A

## ➤ Example

Sr No	Particulars	Scenario I	Scenario II	Scenario III	Scenario IV
(1)	Actual cost	100	100	100	100
(2)	FMV as on 31/01/2018	200	200	50	200
(3)	Full value of consideration	250	150	150	50
(4)	Lower of (2) & (3)	200	150	50	50
(5)	Cost of Acquisition {Higher of (1) & (4)}	200	150	100	100
(6)	Capital Gains / (Loss) {3-5}	50	0	50	(50)

# Changes in ITR

<b>5</b> From sale of equity share in a company or unit of equity oriented fund or unit of a business trust on which STT is paid under section 112A				
<b>a</b>	Full value of consideration			<b>5a</b>
<b>b</b>	Deductions under section 48			
	<b>i</b>	Cost of acquisition without indexation (higher of iA and iB)		<b>bi</b>
		<b>A</b>	Cost of acquisition	<b>iA</b>
		<b>B</b>	If the long term capital asset was acquired before 01.02.2018, lower of B1 and B2	<b>iB</b>
		<b>1</b>	Fair Market Value of capital asset as per section 55(2)(ac)	<b>B1</b>
		<b>2</b>	Full value of consideration	<b>B2</b>
	<b>ii</b>	Cost of improvement without indexation		<b>bii</b>
	<b>iii</b>	Expenditure wholly and exclusively in connection with transfer		<b>biii</b>
	<b>iv</b>	Total deductions (bi + bii + biii)		<b>biv</b>
<b>c</b>	Balance (5a – biv)			<b>5c</b>
<b>d</b>	Less- LTCG threshold limit as per section 112A (5c – Rs. 1 lakh)			<b>5d</b>
<b>e</b>	Deduction under sections 54F ( <i>Specify details in item D below</i> )			<b>5e</b>
<b>f</b>	Long-term Capital Gains on sale of capital assets at B5 above (5d – 5e)			

# Changes in ITR

<b>8</b>	<b>For NON-RESIDENTS - From sale of equity share in a company or unit of equity oriented fund or unit of a business trust on which STT is paid under section 112A</b>		
<b>a</b>	<b>Full value of consideration</b>		<b>8a</b>
<b>b</b>	<b>Deductions under section 48</b>		
<b>i</b>	<b>Cost of acquisition without indexation (higher of iA and iB)</b>		<b>bi</b>
	<b>A</b>	<b>Cost of acquisition</b>	<b>iA</b>
	<b>B</b>	<b>If the long term capital asset was acquired before 01.02.2018, lower of B1 and B2</b>	<b>iB</b>
	<b>1</b>	<b>Fair Market Value of capital asset as per section 55(2)(ac)</b>	<b>B1</b>
	<b>2</b>	<b>Full value of consideration</b>	<b>B2</b>
<b>ii</b>	<b>Cost of improvement without indexation</b>		<b>bii</b>
<b>iii</b>	<b>Expenditure wholly and exclusively in connection with transfer</b>		<b>biii</b>
<b>iv</b>	<b>Total deductions (bi + bii +biii)</b>		<b>biv</b>
<b>c</b>	<b>Balance (8a – biv)</b>		<b>8c</b>
<b>d</b>	<b>Less- LTCG threshold limit as per section 112A (8c – Rs. 1 lakh)</b>		<b>8d</b>
<b>e</b>	<b>Deduction under sections 54F (Specify details in item D below)</b>		<b>8e</b>
<b>f</b>	<b>Long-term Capital Gains on sale of capital assets at B8 above (8d – 8e)</b>		

# PRECAUTIONS TO BE TAKEN WHILE FILING ITR

- Ensure that losses of previous years are correctly brought forward and set off
- Income and TDS ought to match with 26AS, if TDS provisions applicable.
- The Form 16 should match with the salary computation
- In case of co-ownership, share of house property is to be filled and gross rental received should be reported
- All deductions are filled in relevant head and not clubbed under the head 'any other allowable deduction'
- Balance sheet and Profit and loss accounts needs to filled
- Where books of accounts are not maintained – relevant figures should be filled
- Additional depreciation is taken and correctly computed in the relevant schedule
- Check donation receipts having 80G eligibility and ensure appropriate schedule of donation is filled

# PRECAUTIONS TO BE TAKEN WHILE FILING ITR

- The dates in the capital gains schedule is correctly filled – relevant for 234C calculations and allowability of deduction u/s 54 series
- Long term and short term capital gains earned on various assets are entered in relevant heads – affects the rate of tax
- Schedule of Exempt Income is completely filled – Eg: PPF Interest
- Ensure that email id and phone number is updated in “My Profile” on efiling website and in the ITR relating to the same as the income tax department is avoiding paper communications and sending across the communications via email.
- Disallowances made in audit report should be taken into account while calculating total income.
- Impact of past assessments should be taken into consideration while preparing current years return of income.

# CONSEQUENCES OF FILING OF WRONG / NO INFORMATION IN ITR

- Defective notice can be issued
- Intimation u/s 143(1)(a) –Communication proposing adjustment in the computation of income
- May lead to levy of Interest u/s 234A – Eg: Non filing of Partnership details in a working partner's return of Income
- Might cause issues in scrutiny assessment and at appellate proceedings
- Penalty may be levied for misrepresentation or suppression of facts



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*THE TAKEAWAY!!!*



*THANK YOU*