



KEY INCOME TAX AMENDMENTS & ITR FORMS APPLICABLE FOR AY 2018-19

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KEY AMENDMENTS BY FINANCE ACT 2017

For Individuals aged below 60 Years

| Income (in Rs.) | Tax Liability (in Rs.) |
|------------------------------|---|
| Upto 2,50,000 | Nil |
| Between 2,50,001 – 5,00,000 | 5% of income in excess of 2,50,000 |
| Between 5,00,001 – 10,00,000 | 12,500 + 20% of income in excess of Rs.5,00,000 |
| Above 10,00,001 | 1,12,500 + 30% of income in excess of Rs. 10,00,000 |

For individuals aged above 60years but below 80 Years

| Income (in Rs.) | Tax Liability (in Rs.) |
|------------------------------|---|
| Upto 3,00,000 | Nil |
| Between 3,00,001 – 5,00,000 | 5% of income in excess of 3,00,000 |
| Between 5,00,001 – 10,00,000 | 10,000 + 20% of income in excess of Rs.5,00,000 |
| Above 10,00,001 | 1,10,000 + 30% of income in excess of Rs. 10,00,000 |

For individuals aged above 80 Years or more

| Income (in Rs.) | Tax Liability (in Rs.) |
|------------------------------|---|
| Upto 5,00,000 | Nil |
| Between 5,00,001 – 10,00,000 | 20% of income in excess of Rs.5,00,000 |
| Above 10,00,001 | 1,00,000 + 30% of income in excess of Rs. 10,00,000 |



Rebate: Total Income is less than Rs.3,50,000 Rebate of Rs.2,500/- or Actual Tax Liability W.E.L

Surcharge: 10% Surcharge of tax levied on rich taxpayers (i.e., Individual/HUF/AOP/BOI/AJP) with income exceeding Rs.50 Lakh but upto Rs.1 Crore. The rate for surcharge for the super-rich, with income above Rs.1 Crore remains at 15%.

Corporate Tax: For companies with annual turnover up to Rs.50 crores (in F.Y. 2015-16) is reduced to 25%

Maintenance of books of accounts: In case IND/HUF carrying on business / profession (other than specified professionals), turnover limit under section 44AA (2) for non-maintenance of books of accounts, the limit is increased to **Rs 25 Lacs** (earlier 10L) and income limit increased to **Rs.2.5 Lacs** (earlier 1.2L).



Set off of HP Loss: Loss under the head House Property can be set off against income under other heads of income to the extent of **Rs. 2 lakhs only**. [Section. 71(3A)]

Maximum Rate of Depn: All assets which were earlier eligible for depreciation at rate above 40%, rate now **restricted to 40%**. [Rule 5 of I.T. Rules]

Disallowance of Cash payments (Sec.40A(3)): Any expenditure in respect of which a payment or aggregate of payments made to a person in a day, otherwise than by an account payee cheque drawn on a bank or account payee bank draft, *[or use of electronic clearing system through a bank account, exceeds Rs.10,000]*

Capital gain in respect of Land and Building: Holding Period for an asset to become Long Term Capital Asset has been reduced from 3 years to 2 years.

CII: Base year has been shifted from 01/04/1981 to 01/04/2001 with new cost inflation indices from year 2001-2002. [Section 2(42A)r.w. Not. No. S.O. 1790(E) dt. 05.06.2017]



Revised Returns: Time period for revision of ROI reduced to one year (from 2 years) from the end of relevant financial year or before completion of assessment, whichever is earlier.

For eg. ROI for A.Y. 18-19 filed on or before 31.03.19 can be revised up to 31.03.19 presuming that the assessment is yet to be completed [*Section 139(5)*].



TRUSTS:

Filling of Returns within Due Date: Section 12A registered trusts to loose exemption u/s 11, if ROI filed after due date u/s 139(4A) w.e.f. AY 18-19. [*Section 12A(1)(ba)*]

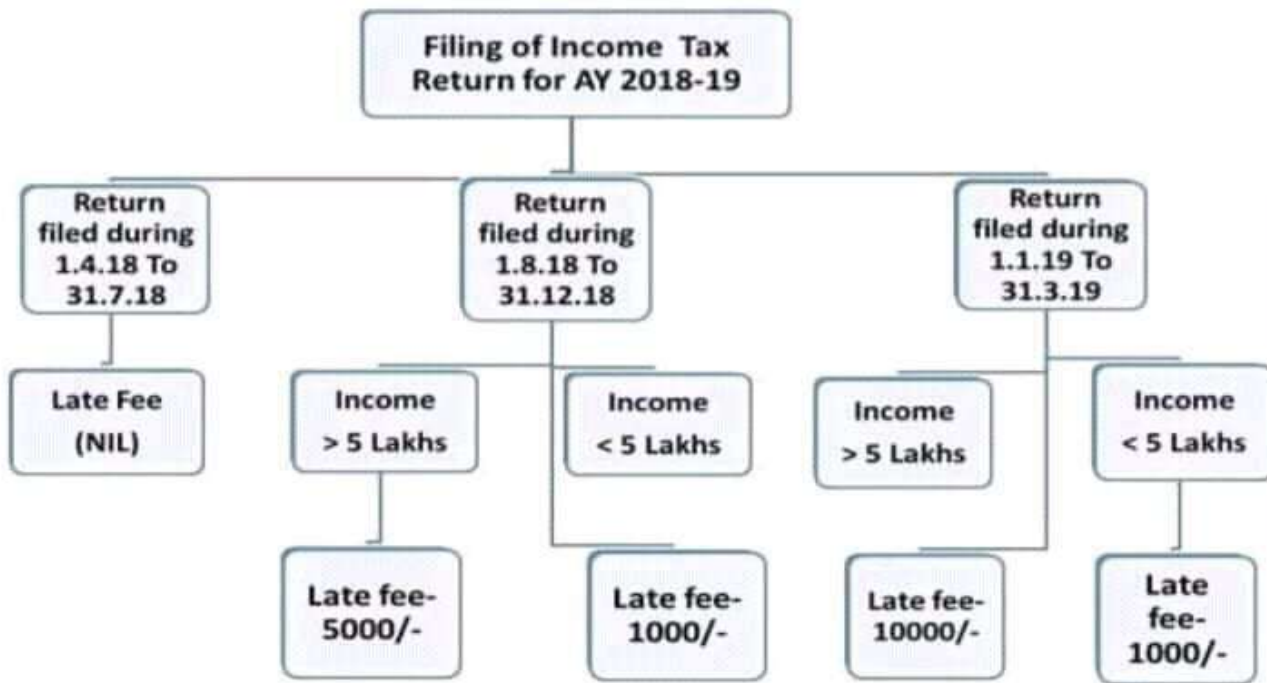
Modification in Object Clause: Sec. 12AA registered trust modifies its object clause, an application is to be made **within 30 Days** to Pr. CIT or CIT for approval in Form No. 10A. [*Section 12A(1)(ab)*]

Cash donations: Cash Donations made to charitable trusts/institutions **exceeding Rs.2000 will not be eligible** for deduction under section 80G.

Corpus Donations: Any corpus donation made out of its income by section 12AA registered trust to another section 12AA registered trust shall not be treated as application of income for charitable or religious purposes. [*Explanation 2 below Section 11(2)*]



Late Fee 234F



It is advisable to file your ITR by 31.7.2018 to avoid any late fee



| Particulars | ITR-1 | ITR-2 | ITR-3 | ITR-4 | ITR-5 | ITR-6 | ITR-7 |
|---------------------------|--|---|---------------------------------------|--------------------|---|--|---|
| Status of Assessee | Resident Individual | Individual and HUF | Individual and HUF | Individual and HUF | Other than Individual & HUF, Company & Person not liable to file ITR-7 i.e. Firms, AOP, BOI and LLP | Companies other than those claiming Exemption under Section 11 | Trust, Political parties Persons sec 139(4A) or 139(4B) or 139(4C) or 139(4D) or 139(4E) or 139(4F) |
| Nature of Income | Salary, One House Property, Other Income (i.e. Interest) and total income upto Rs 50 Lakhs | All Income except Business Income and those Individual & HUF who are not eligible to file ITR-1 | All Incomes including Business Income | Presumptive Income | All Income other than income claimed exempt under Section 11 | All Income | All Income |



| Particulars | ITR-1 | ITR-2 | ITR-3 | ITR-4 | ITR-5 | ITR-6 | ITR-7 |
|---------------------------------|---|----------|----------|---|--------------------------|-----------|---------------------------------|
| E-Filing Mandatory | Yes (Exemptions in certain cases) | Yes | Yes | | Yes | Yes | Yes |
| Exemptions from E-Filing | Super Senior Citizens, Income below 5 Lakhs and No Refund | - | - | Super Senior Citizens, Income below 5 Lakhs and No Refund | - | - | - |
| Digital Signature | Optional | Optional | Optional | Optional | Mandatory in Audit Cases | Mandatory | Mandatory for Political Parties |



ITR – 1

| PART B GROSS TOTAL INCOME | | | | Whole- Rupee(₹) only | |
|---------------------------|---|--|---|-------------------------------------|--------|
| SALARY / PENSION | B1 | i | Salary (excluding all allowances, perquisites and profit in lieu of salary) | i | |
| | | ii | Allowances not exempt | ii | |
| | | iii | Value of perquisites | iii | |
| | | iv | Profit in lieu of salary | iv | |
| | | v | Deductions u/s 16 | v | |
| | | vi | Income chargeable under the head 'Salaries' (i + ii + iii + iv – v) | | B1 |
| HOUSE PROPERTY | B2 | Tick applicable option <input type="checkbox"/> Self Occupied <input type="checkbox"/> Let Out | | If let out, furnish details below – | |
| | | i | Gross rent received/ receivable/ letable value | i | |
| | | ii | Tax paid to local authorities | ii | |
| | | iii | Annual Value (i – ii) | iii | |
| | | iv | 30% of Annual Value | iv | |
| | | v | Interest payable on borrowed capital | v | |
| | | vi | Income chargeable under the head 'House Property' (iii – iv – v) | | B2 () |
| B3 | Income from Other Sources | | | B3 | |
| B4 | Gross Total Income (B1+B2+B3) (If loss, put the figure in negative) | | | B4() | |



ITR-4

| FINANCIAL PARTICULARS OF THE BUSINESS | | EARLIER | |
|--|----------------------------------|---------|--|
| NOTE—For E9 to E12 furnish the information as on 31 st day of March, 2017 | | | |
| E9 | Amount of Total Sundry Debtors | E9 | |
| E10 | Amount of Total Sundry Creditors | E10 | |
| E11 | Amount of Total Stock-in-trade | E11 | |
| E12 | Amount of the Cash Balance | E12 | |

| FINANCIAL PARTICULARS OF THE BUSINESS | | NOW | |
|--|---|-----|--|
| NOTE—For E11 to E25 furnish the information as on 31 st day of March, 2018 | | | |
| E11 | Partners/ Members own capital | E11 | |
| E12 | Secured loans | E12 | |
| E13 | Unsecured loans | E13 | |
| E14 | Advances | E14 | |
| E15 | Sundry creditors | E15 | |
| E16 | Other liabilities | E16 | |
| E17 | Total capital and liabilities (E11+E12+E13+E14+E15+E16) | E17 | |
| E18 | Fixed assets | E18 | |
| E19 | Inventories | E19 | |
| E20 | Sundry debtors | E20 | |
| E21 | Balance with banks | E21 | |
| E22 | Cash-in-hand | E22 | |
| E23 | Loans and advances | E23 | |
| E24 | Other assets | E24 | |
| E25 | Total assets (E18+E19+E20+E21+E22+E23+E24) | E25 | |
| NOTE ► Please refer to instructions for filling out this schedule (E15, E19, E20, E22 are mandatory and others if available) | | | |



ITR-4

GST No.

| INFORMATION REGARDING TURNOVER/GROSS RECEIPT REPORTED FOR GST | | | |
|---|--|-----|--|
| E9 | GSTR No. | E9 | |
| E10 | Amount of turnover/Gross receipt as per the GST return filed | E10 | |
| | | | |



ITR-6

Part A-BS-Ind AS & Part A-P& L – Ind AS.:

For Ind AS Compliant companies, Balance Sheet and Profit and Loss account information has to be furnished separately in newly inserted Part A-BS-Ind AS and Part A-P& L – Ind AS.

Details of payments and receipts in foreign currency (For companies who are **not subject to audit** under section 44AB)

| Schedule FD | | Break-up of payments/receipts in Foreign currency <i>(to be filled up by the assessee who is not liable to get accounts audited u/s 44AB)</i> | |
|------------------------------|--------|---|-----------------|
| Foreign Currency Transaction | S. No. | | Amount (in Rs.) |
| | i | Payments made during the year on capital account | |
| | ii | Payments made during the year on revenue account | |
| | iii | Receipts during the year on capital account | |
| | iv | Receipts during the year on revenue account | |
| NOTE ► | | Please refer to instructions for filling out this schedule. | |



Details of CSR appropriations:

A New field has been inserted in Part A - P&L to provide details of apportionments made by the companies from the net profits for the CSR Activities as per Section 135 of the Companies Act

| | | | | | |
|---------------------------------------|-----|--|-------|------|--|
| PROVISIONS FOR TAX AND APPROPRIATIONS | 46 | Provision for current tax | | 46 | |
| | 47 | Provision for Deferred Tax and deferred liability | | 47 | |
| | 48 | Profit after tax (45 - 46 - 47) | | 48 | |
| | 49 | Balance brought forward from previous year | | 49 | |
| | 50 | Amount available for appropriation (48 + 49) | | 50 | |
| | 51 | Appropriations | | | |
| | i | Transfer to reserves and surplus | 51i | | |
| | ii | Proposed dividend/ Interim dividend | 51ii | | |
| | iii | Tax on dividend/ Tax on dividend for earlier years | 51iii | | |
| | iv | Appropriation towards Corporate Social Responsibility (CSR) activities (in case of companies covered under section 135 of Companies Act, 2013) | 51iv | | |
| | v | Any other appropriation | 51v | | |
| | vi | Total (51i + 51ii + 51iii + 51iv+51v) | | 51vi | |
| | 52 | Balance carried to balance sheet (50-51vi) | | 52 | |



Beneficial Owners:

Every unlisted company to provide details of all beneficial owners who are holding **10% or more voting power**

| OWNERSHIP INFORMATION | In case of unlisted company, particulars of natural persons who were the ultimate beneficial owners, directly or indirectly, of shares holding not less than 10% of the voting power at any time of the previous year <i>(if available)</i> | | |
|--------------------------|---|------------------|-------------------|
| | S.No. | Name and Address | PAN (if allotted) |
| | | | |
| | | | |
| | | | |



Details of Transaction with registered or unregistered Supplier (For companies who are not subject to audit under section 44AB)

Schedule GST Break-up of total expenditure with entities registered or not registered under the GST (Details in respect of expenditure on or after 01st July, 2017 to be filled up by the assessee who is not liable to get accounts audited u/s 44AB)

| DETAILS OF GST | Sl. No. | Total amount of Expenditure during the year (aggregate of expenditure reported at items 6, 8 to 35, 37 & 38 of Part-A-P&L / P&L – Ind AS) | Expenditure in respect of entities registered under GST | | | | Expenditure relating to entities not registered under GST |
|-------------------|------------|--|---|---|--|--|---|
| | | | Relating to goods or services exempt from GST | Relating to entities falling under composition scheme | Relating to other registered entities | Total payment to registered entities | |
| | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| | | | | | | | |

NOTE ► Please refer to instructions for filling out this schedule.

Item 7&36 is Rates & Taxes



ITR-7

Form 9A – Requires trust to confirm if it has filed Form 9A (in case application of Income of trust falls short of 85%) and the date of filing of such form.

Additional Declaration required in case of political parties - To confirm if cash donations exceeding Rs 2000/- are received [Section 13A].

Change of objects: Details of fresh registration upon change of objects [Section 12A(1) (ab)]

- Date of change in objects.
- Whether application for fresh registration has been made within stipulated time period?
- Whether fresh registration has been granted?
- Date of such fresh registration.

Dividends in excess of Rs. 10 lakhs which are taxable under Section 115BBDA shall be disclosed in the Schedule OS (Income from other sources) and Schedule SI (Income chargeable to tax at special rate).



COMMON CLAUSES ADDED/MODIFIED IN THE ITR FORMS

Gender: Individual taxpayers who are filing income-tax return in Form ITR 2 or ITR 3 or ITR 4 aren't required to mention the gender, i.e., male or female or transgender, as the column of gender has been removed

Nature of Business/Profession (New Business Sector Wise 5 Digit Codes)

| | |
|--|--|
| Agriculture, Animal Husbandry & Forestry | Fish Farming |
| Mining & Quarrying | Manufacturing |
| Electricity, Gas & Water | Construction |
| Real Estate & Renting Services | Renting Of Machinery |
| Wholesale & Retail Trade | Hotels, Restaurants & Hospitality Services |
| Transport & Logistics Services | Post & Tele – Communication Services |
| Financial Intermediation Services | Computer & Related Services |
| Research & Development Professions | Education Services |
| Health Care Services | Social & Community Work |
| Culture & Sport | Extra Territorial Organisations & Bodies |

(Around 20 Categories)

*n.e.c. – not elsewhere classified



Section 234F (All ITR's)

| | | | | |
|---|---|----|--|----|
| 9 | Interest and fee payable | | | |
| a | Interest for default in furnishing the return (section 234A) | 9a | | |
| b | Interest for default in payment of advance tax (section 234B) | 9b | | |
| c | Interest for deferment of advance tax (section 234C) | 9c | | |
| d | Fee for default in furnishing return of income (section 234F) | 9d | | |
| e | Total Interest and Fee Payable (9a+9b+9c+9d) | | | 9e |

TDS credited to the name of other person – Claim of TDS by another person (All ITR's Except – ITR1)

| C Details of Tax Deducted at Source (TDS) on Income [As per Form 16 A issued or Form 26QB/26QC furnished by Deductor(s)] | | | | | | | | | | | | | | |
|--|-------|---|---------------------------------------|-------------------------------------|---|---------------|------------------------------|--|-----|---|---|--------|--|--------------------------------|
| TDS ON OTHER INCOME | Sl No | TAN of the Deductor/ PAN of the Buyer/ Tenant | Name of the Deductor/ Buyer/Tenant | Unique TDS Certificate Number | Unclaimed TDS brought forward (b/f) | | TDS of the current fin. Year | | | TDS credit out of (7) or (8) being claimed this Year (only if corresponding income is being offered for tax this year) | | | TDS credit out of (7) or (8) being carried forward | |
| | | | | | Fin. Year in which deducted | Amount b/f | Deducted in own hands | Deducted in the hands of spouse as per section 5A or any other person as per rule 37BA(2) (if applicable) | | Claimed in own hands | Claimed in the hands of spouse as per section 5A or any other person as per rule 37BA(2) (if applicable) | | | |
| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | | (9) | (10) | | (11) | |
| | | | | | | | | Income | TDS | PAN of spouse/ other person | | Income | TDS | PAN of spouse/ other person |
| | | | | | | | | | | | | | | |



Foreign Bank Account Details:

New ITR Forms allows non-residents to furnish details of any one foreign Bank Account for the purpose of payment of income-tax refund.

| BANK ACCOUNT | 13 | Details of all Bank Accounts held in India at any time during the previous year (excluding dormant accounts) (In case of non-residents, details of any one foreign Bank Account may be furnished for the purpose of credit of refund) | | | |
|--------------|-----|---|------------------|--|--|
| | Sl. | IFS Code of the Bank in case of Bank Accounts held in India (SWIFT Code in case of foreign Bank Account) | Name of the Bank | Account Number (IBAN in case of foreign Bank Accounts) | Indicate the account in which you prefer to get your refund credited, if any (tick one account <input checked="" type="checkbox"/>) |
| | i | | | | |
| | ii | | | | |



Deemed Gifts and Deemed Capital Gains to be separately mentioned [in view of section 56(2)(x)]

| | | | | |
|-----|--|--|-------|--|
| iii | Income of the nature referred to in section 56(2)(x) which is chargeable to tax | | | |
| a | Aggregate value of sum of money received without consideration | | | |
| b | In case immovable property is received without consideration, stamp duty value of property | | | |
| c | In case immovable property is received for inadequate consideration, stamp duty value of property in excess of such consideration | | | |
| d | In case any other property is received without consideration, fair market value of property | | | |
| e | In case any other property is received for inadequate consideration, fair market value of property in excess of such consideration | | | |
| | Total (a + b + c + d + e) | | Idiii | |
| iv | | | Idiv | |
| v | | | Idv | |

Income chargeable to tax at Special Rates as per DTAA

| | | | | | | | | | | | |
|---------|--|---|---------------------|-----------------|--|----------------------------|---------------------|----------------------|--|--|-----|
| 8 | Amount of STCG included in A1-A7 but not chargeable to tax or chargeable at special rates in India as per DTAA | | | | | | | | | | |
| Sl. No. | Amount of Income | Item No. A1 to A7 above in which included | Country name & Code | Article of DTAA | Rate as per Treaty (enter NIL, if not chargeable) | Whether TRC obtained (Y/N) | Section of I.T. Act | Rate as per I.T. Act | Applicable rate (lower of (6) or (9)) | | |
| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | | |
| I | | | | | | | | | | | |
| II | | | | | | | | | | | |
| a | Total amount of STCG not chargeable to tax in India as per DTAA | | | | | | | | | | A8a |
| b | Total amount of STCG chargeable at special rates in India as per DTAA | | | | | | | | | | A8b |



Expansion in Scope of Reporting for Exemption from Capital Gains

| | | | |
|--|---|------|------------|
| D Information about deduction claimed against Capital Gains | | | |
| 1 In case of deduction u/s 54/54B/54D/54EC/54EE /54F/54G/54GA/115F give following details | | | |
| a | Deduction claimed u/s 54 | | |
| i | Date of transfer of original asset | ai | dd/mm/yyyy |
| ii | Cost of new residential house | aii | |
| iii | Date of purchase /construction of new residential house | aiii | dd/mm/yyyy |
| iv | Amount deposited in Capital Gains Accounts Scheme before due date | alv | |
| v | Amount of deduction claimed | av | |
| b | Deduction claimed u/s 54B | | |
| i | Date of transfer of original asset | bi | dd/mm/yyyy |
| ii | Cost of new agricultural land | bii | |
| iii | Date of purchase of new agricultural land | biii | dd/mm/yyyy |
| iv | Amount deposited in Capital Gains Accounts Scheme before due date | biv | |
| v | Amount of deduction claimed | bv | |
| c | Deduction claimed u/s 54D | | |

Impact of ICDS to be disclosed separately, both positive and negative and not on net basis

| | | | |
|-------------------|--|---|--|
| Part A- OI | | Other Information (optional in a case not liable for audit under section 44AB) | |
| 1 | Method of accounting employed in the previous year (Tick) <input checked="" type="checkbox"/> mercantile <input type="checkbox"/> cash | | |
| 2 | Is there any change in method of accounting (Tick) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | | |
| 3a | Increase in the profit or decrease in loss because of deviation, if any, as per Income Computation Disclosure Standards notified under section 145(2) [column 11a(iii) of Schedule ICDS] | 3a | |
| 3b | Decrease in the profit or increase in loss because of deviation, if any, as per Income Computation Disclosure Standards notified under section 145(2) [column 11b(iii) of Schedule ICDS] | 3b | |
| 4 | Method of valuation of closing stock employed in the previous year | | |



Thank you,

For feedback and clarification contact
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