

# CHANGES IN ITR FORMS FOR A.Y. 2020-21

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**WHICH ITR FORMS CAN BE USED  
FOR FILING OF RETURNS?**

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# ***Salary Income***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Income from salary/pension (for ordinarily resident person)	Yes	Yes	Yes	Yes
Income from salary/pension (for not ordinarily resident and non-resident person)	No	Yes	Yes	No
Any individual who is a Director in any company	No	Yes	Yes	No
Any individual who is Partner in any Firm	No	No	Yes	No

## ***Income from House Property***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Income or loss from house property: a) <b>One house property</b> (excluding brought forward losses and losses to be carried forward).  b) <b>More than one house property</b> and / or Individual has brought forward loss or losses to be carried forward under the head House Property.	Yes	Yes	Yes	Yes
	No	Yes	Yes	No

Note: Loss under the head house property or any other cannot be carried forward or brought forward in ITR 1 & 4.

## ***Income from Business or Profession***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Income from business or profession	No	No	Yes	No
Interest, salary, bonus, commission or share of profit received by a partner from a partnership firm	No	No	Yes	No
Income from presumptive business or profession covered u/s 44AD, 44ADA & 44AE (for person resident in India)	No	No	No	Yes
Income from presumptive business or profession covered u/s 44AD, 44ADA & 44AE (for not ordinarily resident and non-resident person)	No	No	Yes	No

## ***Capital Gain***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Taxpayer has held unlisted equity shares at any time during the previous year	No	Yes	Yes	No
Capital gains/loss on sale of investments/property	No	Yes	Yes	No

## ***Income from Other Sources***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Family Pension (for ordinarily resident person)	Yes	Yes	Yes	Yes
Family Pension (for not ordinarily resident and non-resident person)	No	Yes	Yes	No
Dividend income exceeding Rs. 10 lakhs taxable u/s 115BBDA	No	Yes	Yes	No
Unexplained income (i.e., cash credit, unexplained investment, etc.) taxable at 60% u/s 115BBE	No	Yes	Yes	No
Person claiming deduction u/s 57 from income taxable under the head 'Other Sources' (other than deduction allowed from family pension)	No	Yes	Yes	No
Income from other sources (other than income chargeable to tax at special rates including winnings from lottery and race horses or losses under this head)	Yes	Yes	Yes	Yes
Income from other sources (including income chargeable to tax at special rates including winnings from lottery and race horses or losses under this head)	No	Yes	Yes	No

## ***Deductions***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Person claiming deduction u/s 80QQB or 80RRB in respect of royalty from patent or books	No	Yes	Yes	No
Person claiming deduction u/s 10AA or Part-C of Chapter VI-A	No	No	Yes	No
<b><i>Total Income</i></b>				
Agricultural income exceeding Rs. 5,000	No	Yes	Yes	No
Total income exceeding Rs. 50 lakhs	No	Yes	Yes	No
Assessee has any brought forward losses or losses to be carried forward under any head of income	No	Yes	Yes	No



## **Computation of Tax liability**

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
<p>If an individual is taxable in respect of an income but TDS in respect of such income has been deducted in hands of any other person (i.e., clubbing of income, Portuguese Civil Code, etc.)</p> <p><b>Note: Clubbing of Income is applicable in ITR 1 Sahaj also but subject / limited to “aggregate ownership of One house property after clubbing” and Interest Income &amp; other income falls into the income in same categories of ITR 1. (Clubbing of Salary not applicable in ITR 1 Sahaj)</b></p>	No	Yes	Yes	No
Claiming relief of tax u/s 90, 90A or 91	No	Yes	Yes	No

## ***Others***

<b>Nature of Business</b>	<b>ITR 1* (Sahaj)</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4 *</b>
Assessee has: <ul style="list-style-type: none"> <li>• Income from foreign sources</li> <li>• Foreign Assets including financial interest in any foreign entity</li> <li>• Signing authority in any account outside India</li> </ul>	No	Yes	Yes	No
Income to be apportioned in accordance with Section 5A	No	Yes	Yes	No

***\* ITR-1 CAN BE FILED ONLY BY AN INDIVIDUAL ONLY WHO IS ORDINARILY RESIDENT IN INDIA. ITR-4 CAN BE FILED ONLY BY AN INDIVIDUAL OR HUF WHO IS ORDINARILY RESIDENT IN INDIA AND BY A FIRM (OTHER THAN LLP) RESIDENT IN INDIA.***

<b><i>Other Assesseees</i></b>				
<b>Status of Assessee</b>	<b>ITR 4</b>	<b>ITR 5</b>	<b>ITR 6</b>	<b>ITR 7</b>
Firm (excluding LLPs) opting for presumptive taxation scheme of section 44AD, 44ADA or 44AE	Yes	No	No	No
Firm (including LLPs)	No	Yes	No	No
Association of Persons (AOP)	No	Yes	No	No
Body of Individuals (BOI)	No	Yes	No	No
Artificial Juridical Person	No	Yes	No	No
Local Authority	No	Yes	No	No

## ***Other Assessee***

<b>Status of Assessee</b>	<b>ITR 4</b>	<b>ITR 5</b>	<b>ITR 6</b>	<b>ITR 7</b>
Companies other than companies claiming exemption under Sec. 11	No	No	Yes	No
Persons including companies required to furnish return under: <input type="checkbox"/> Section 139(4A) <input type="checkbox"/> Section 139(4B) <input type="checkbox"/> Section 139(4C) <input type="checkbox"/> Section 139(4D)	No	No	No	Yes
Business Trust	No	Yes	No	No
Investment Fund as referred to in Section 115UB	No	Yes	No	No
Any Assessee who is Partner in any Firm.	No	Yes	No	Yes

**WHO HAS TO FILE ELECTRONIC  
RETURN FOR ASSESSMENT YEAR  
2020-21?**

For the Assessment Year 2020-21, every taxpayer shall file the income-tax return electronically except a super senior citizen (whose age is 80 years or above during the previous year 2019-20) who furnishes the return either in ITR-1 or ITR-4.

The option available to a taxpayer, whose income was below Rs. 5 lakhs during the previous year, to file the physical return has been withdrawn. Thus, it is now mandatory for every taxpayer (except super senior citizen) to file the return only electronically.

Return of income can be filed through electronic mode using any of the following three options:

1. E-filing using a Digital Signature (DSC)
2. E-filing without a Digital Signature
3. E-filing under Electronic Verification Code (EVC)

<b><i>Who can use any of the options as mentioned above has been enumerated below.</i></b>				
<b>Particulars</b>	<b>E-Filing With DSC</b>	<b>E-Filing Without DSC</b>	<b>E-Filing With EVC</b>	<b>Paper Filing*</b>
Individual whose age is 80 years or above	Yes	Yes	Yes	Yes
Individual or HUF who is subject to tax audit u/s 44AB	Yes	No	No	No
Any other Individual or HUF	Yes	Yes	Yes	No
Company	Yes	No	No	No
Political Parties	Yes	No	No	No

***Who can use any of the options as mentioned above has been enumerated below.***

<b>Particulars</b>	<b>E-Filing With DSC</b>	<b>E-Filing Without DSC</b>	<b>E-Filing With EVC</b>	<b>Paper Filing*</b>
Any person filing return in ITR-5 (if tax audit is mandatory)	Yes	No	No	No
Any person filing return in ITR-5 (if tax audit is not mandatory)	Yes	Yes	Yes	No
Any person filing return in ITR-7 (other than a political party)	Yes	Yes	Yes	No

***\* Return can be filed in paper format by a super senior citizen only if he furnishes the return either in ITR-1 or in ITR-4.***



# AVAILABILITY OF SCHEMA'S OF ITR FORMS

<b>Schemas</b>	<b>ITR 1</b>	<b>ITR 2</b>	<b>ITR 3</b>	<b>ITR 4</b>	<b>ITR 5</b>	<b>ITR 6</b>	<b>ITR 7</b>
PDF Form	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Excel Utility	Yes	Yes	Yes	Yes	No	No	No
Java Utility	Yes	Yes	No	Yes	No	No	No

# KEY CHANGES IN ITR FORMS

# CHANGES IN ITR 1, 2, 3, 4, 5 & 6

# NEW 'SCHEDULE DI' TO FURNISH DETAILS OF INVESTMENTS MADE DURING THE EXTENDED PERIOD

The Taxation and Other Laws (Relaxation of Certain Provisions) Ordinance, 2020, promulgated by the President of India on 31-03-2020, has extended the time limit till 30-06-2020 (now 31-07-2020 vide notification dt 24-06-2020) to make investments, deposits, payments, etc. for the FY 2019-20 for claiming deduction under Chapter VI-A, section 10AA and section 54 to 54GB. Thus, a new **Schedule DI** has been inserted in the ITR forms to allow taxpayers to avail the deduction for the investments/deposits made during the extended period.

**'Schedule DI'** is bifurcated into the following three parts:

- (a) 'Part A' seeks details of the investment, deposit, or payments made to claim deduction under Chapter VI-A.
- (b) 'Part B' seeks detail of eligible amount of deduction available under section 10AA.
- (c) 'Part C' seeks details of payment, acquisition, purchase or construction made to claim deduction under Sections 54 to 54GB.

**Note: Only the time limit for making investment is extended, there is no increase in threshold limit under any section.**

# 'SCHEDULE DI'-PART(A) TO FURNISH DETAILS OF INVESTMENTS MADE DURING THE EXTENDED PERIOD

## Schedule DI

## Details of Investment

A) Investment/ Deposit/ Payments for the purpose of claiming deduction under Chapter VIA		
Section	Eligible amount of deduction during FY 2019-20 (As per Schedule VIA- Part B- Deductions in respect of certain payments)	Deduction attributable to investment/expenditure made between 01.04.2020 to 30.06.2020
(1)	(2)	(3)
80C		
80CCC		
80CCD(1)		
80CCD(1B)		
80CCD(2)		
80D		
80DD		
80DDB		
80E		
80EE		
80EEA		
80EEB		
80G		
80GG		
80GGC		
Total		

**Note:** In Java utility of ITR 1,2 & 4 , last of date of investment/ expenditure is extended to 31.07.2020 instead of 30.06.2020.

**Changes in ITRs [1, 2, 3, 4, 5 &6 ]**

# ‘SCHEDULE DI’-PART(B) TO FURNISH DETAILS OF INVESTMENTS MADE DURING THE EXTENDED PERIOD

<b>B) Eligible Amount of deduction u/s. 10AA</b>			
<b>Undertaking as per schedule 10AA</b>	<b>Amount of deduction as per schedule 10AA</b>	<b>Date of letter of approval issued in accordance with the provisions of the SEZ Act, 2005</b>	<b>Is this the first year of claiming deduction u/s 10AA AND whether conditions have been complied between 01.04.2020 to 30.06.2020 [Yes/ No]</b>
(1)	(2)	(3)	(4)
Undertaking 1			
Undertaking 2			
Undertaking 3			
<b>Total</b>			

# ‘SCHEDULE DI’-PART(C) TO FURNISH DETAILS OF INVESTMENTS MADE DURING THE EXTENDED PERIOD

<b>C) Payment/Acquisition/Purchase/Construction for the purpose of claiming deduction u/s 54 to 54GB</b>		
<b>Long Term Capital Gain</b>		
Section	Amount utilised out of Capital Gains account (As per Sl. No B11a of Schedule CG)	Amount utilised between 01.04.2020 to 30.06.2020
(1)	(2)	(3)
54		
54B		
54D		
54F		
54G		
54GA		
54GB		
Total		
<b>Short Term Capital Gain</b>		
Section	Amount utilised out of Capital Gains account (As per Sl. No A7a of Schedule CG)	Amount utilised between 01.04.2020 to 30.06.2020
(1)	(2)	(3)
54B		
54D		
54G		
54GA		
Total		

**Changes in ITRs [1, 2, 3, 4, 5 &6 ]**

# CHANGES IN THE SCHEDULE OF DEDUCTIONS UNDER CHAPTER VI-A

- Section 80EEA: interest on housing loan.
- Section 80EEB: interest on loan for electric vehicle.

**[introduced by Finance(No.2) Act, 2019]**

Necessary changes have been made in ITR forms to claim these deductions.

## Schedule DI

## Details of Investment

A) Investment/ Deposit/ Payments for the purpose of claiming deduction under Chapter VIA		
Section	Eligible amount of deduction during FY 2019-20 (As per Schedule VIA- Part B- Deductions in respect of certain payments)	Deduction attributable to investment/expenditure made between 01.04.2020 to 30.06.2020
(1)	(2)	(3)
80C		
80CCC		
80CCD(1)		
80CCD(1B)		
80CCD(2)		
80D		
80DD		
80DDB		
80E		
80EE		
80EEA		
80EEB		
80G		
80GG		
80GGC		
Total		

**Changes in ITRs [1, 2, 3, 4, 5 & 6 ]**



# CHANGES IN THE SCHEDULE OF DEDUCTIONS UNDER CHAPTER VI-A

- Section 80LA(1): 100% deduction for 10 years out of 15 years for Banks.
  - Section 80LA(1A): 100% deduction for 10 years out of 15 years for IFSC units.  
[introduced by Finance(No.2) Act, 2019]
  - Section 80PA: deduction to producer companies for 5 years starting from 2018-19 to 2023-24
- Necessary changes have been made in ITR forms to claim these deductions.

Schedule VI-A		Deductions under Chapter VI-A					
TOTAL DEDUCTIONS	<b>1</b>	<b>Part B- Deduction in respect of certain payments</b>					
		Whether, you have made any investment/ deposit/ payments between 01.04.2020 to 30.06.2020 for the purpose of claiming any deduction under Part B of Chapter VIA? (If yes, please fill S. No "A" of schedule DI)				[Yes/ No]	
	a	80G		b	80GGB		
	c	80GGA		d	80GGC		
	Total Deduction under Part B (a + b + c +d)					<b>1</b>	
	<b>2</b>	<b>Part C- Deduction in respect of certain incomes</b>					
	e	80-IA	(f of Schedule 80-IA)	f	80-IAB		
	g	80-IAC		h	80-IB	(n of Schedule 80-IB)	
	i	80-IBA		j	80-IC/ 80-IE	(e of Schedule 80-IC/ 80-IE)	
	k	80JJA		l	80JJAA	(10 of Annexure to Form 10DA)	
m	80LA(1)	(9 of Annexure to Form 10CCF)	n	80LA(1A)	(9 of Annexure to Form 10CCF)		
	o	80-PA					
Total Deduction under Part C (total of e to o)					<b>2</b>		
<b>3</b>	<b>Total deductions under Chapter VI-A (1 + 2)</b>					<b>3</b>	

Changes in ITRs [1, 2, 3, 4, 5 &6 ]

# CHANGES IN ITR 1, 2, 3 & 4

# ADDITIONAL DETAILS TO BE FURNISHED BY A PERSON WHO IS Contd. FILING RETURN UNDER THE 'SEVENTH PROVISO TO SECTION 139(1)'

Are you filing return of income under **Seventh proviso** to section 139(1) but otherwise not required to furnish return of income? - (Tick)  Yes  No

If yes, please furnish following information

[Note: To be filled only if a person is not required to furnish a return of income under section 139(1) but filing return of income due to fulfilling one or more conditions mentioned in the seventh proviso to section 139(1)]

Have you deposited amount or aggregate of amounts exceeding Rs. 1 Crore in one or more current account during the previous year? (Yes/No)	Amount (Rs) (If Yes)
Have you incurred expenditure of an amount or aggregate of amount exceeding Rs. 2 lakhs for travel to a foreign country for yourself or for any other person? (Yes/ No)	Amount (Rs) (If Yes)
Have you incurred expenditure of amount or aggregate of amount exceeding Rs. 1 lakh on consumption of electricity during the previous year? (Yes/No)	Amount (Rs) (If Yes)

**Note: It is to be filled in 'Part A-General' in the respective forms.**

# ADDITIONAL DETAILS TO BE FURNISHED BY A PERSON WHO IS Contd. FILING RETURN UNDER THE 'SEVENTH PROVISIO TO SECTION 139(1)'

The '**seventh proviso to section 139**' was inserted by the Finance (No. 2) Act, 2019. The provision requires every person, who is otherwise not required to file the return due to the reason that his income does not the maximum exemption limit, to file the return of income if during the previous year he has done any of the following:

- (a) Deposited more than Rs. 1 crore in one or more current account maintained with a bank or a co-operative bank.
- (b) Incurred more than Rs. 2 lakh for himself or any other person for travel to a foreign country.
- (c) Incurred more than Rs. 1 lakh towards payment of electricity bill.

**Note: It is to be filled in 'Part A-General' in the respective forms.**

# ADDITIONAL DETAILS TO BE FURNISHED BY A PERSON WHO IS Contd. FILING RETURN UNDER THE 'SEVENTH PROVISO TO SECTION 139(1)'

*“Provided also that a person referred to in clause (b), who is not required to furnish a return under this subsection, and who during the previous year—*

- (i) has deposited an amount or aggregate of the amounts exceeding one crore rupees in one or more current accounts maintained with a banking company or a co-operative bank; or*
- (ii) has incurred expenditure of an amount or aggregate of the amounts exceeding two lakh rupees for himself or any other person for travel to a foreign country; or*
- (iii) has incurred expenditure of an amount or aggregate of the amounts exceeding one lakh rupees towards consumption of electricity; or*
- (iv) fulfils such other conditions as may be prescribed,*

*shall furnish a return of his income on or before the due date in such form and verified in such manner and setting forth such other particulars, as may be prescribed.”*

# CHANGES IN ITR 1, 2, 3, 4, 5, 6 & 7

# OPTION TO QUOTE 'PAN/AADHAAR' IN LIEU OF PAN VARIOUS SCHEDULES

- Sub section (5E) of section 139A, which allows interchangeability of Aadhaar with PAN. Ergo, if a person has not been allotted PAN but possesses a Aadhaar, may furnish Aadhaar No. in lieu of PAN in various schedules of all ITR forms. [inserted by Finance (No. 2) Act, 2019]
- If a person possesses both an Aadhaar and PAN, both of them have been linked with each other as per section 139AA. Such person has an option to furnish Aadhaar no. in lieu of PAN in all the transaction where furnishing PAN was mandatory.

Name of Co-owner(s)		PAN/Aadhaar No. of Co-owner(s)										Percentage Share in Property											
I																							
II																							
[Tick <input checked="" type="checkbox"/> the applicable option]		Name(s) of Tenant (if let out)		PAN/ Aadhaar No. of Tenant(s) (Please see note)										PAN/TAN/ Aadhaar No. of Tenant(s) (if TDS credit is claimed)									
<input type="checkbox"/> Let out		I																					
<input type="checkbox"/> Self-occupied		II																					
<input type="checkbox"/> Deemed let out																							

# OPTION TO QUOTE 'PAN/AADHAAR' IN LIEU OF PAN VARIOUS SCHEDULES

- Various schedules if ITR forms require the assessee to furnish the PAN of second party. These schedules no substitute the term 'PAN' with 'PAN/Aadhaar'. The assessee may furnish PAN/Aadhaar in respect of the following:
  - A person filing the Income-tax return as a representative assessee
  - Auditor (proprietorship/ firm)
  - Debtors, in respect of whom bad-debt of Rs. 1 lakh or more is claimed
  - Co-owner of the house property
  - Tenant(s) of the house property
  - Buyer of the immovable property transferred during the year
  - A person whose tax credit is being claimed by the assessee
  - Tenants/buyer who has deducted tax at source
  - Key person and person verifying the return of a company
  - Person holding 10% or more of the voting power in case of unlisted company
  - Shareholders of unlisted companies including start-ups
  - Person whose income is clubbed with the income of assessee
  - Spouse governed by Portuguese Civil Code.



# DOCUMENT IDENTIFICATION (DIN) IS REQUIRED IF RETURN IS FILED IN RESPONSE TO A NOTICE

The DIN system was introduced to keep a proper audit trail of the communications issued by the department, every notice issued by the department contains a unique identification number(DIN). The new ITR forms require the assessee to provide the DIN of the notice in response to which he is filing the return of income.

PART A GENERAL INFORMATION																													
PAN								Name	Date of Birth	Aadhaar Number (12 digits)/Aadhaar Enrolment Id (28 digits) (If eligible for Aadhaar No.)																			
								D	D																				M
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"/> Central Govt. <input type="checkbox"/> State Govt. <input type="checkbox"/> Public Sector Undertaking <input type="checkbox"/> Pensioners <input type="checkbox"/> Others <input type="checkbox"/> Not Applicable (e.g. Family Pension etc.)													
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/Document Identification Number (DIN) & Date of such Notice or Order																													

# CHOICE OF MULTIPLE BANK ACCOUNTS FOR PAYMENT OF REFUND

Now the assessee can select more than one bank account in which he desires to receive the refund. However refund will be made in only one account decided by CPC after processing of refund.

<b>PART E – OTHER INFORMATION</b>				
<b>Details of all Bank Accounts held in India at any time during the previous year (excluding dormant accounts)</b>				
<b>Sl.</b>	<b>IFS Code of the Bank</b>	<b>Name of the Bank</b>	<b>Account Number</b>	<b>Select Account for Refund Credit</b>
<b>I</b>				
<b>1. Minimum one account should be selected for refund credit.</b> <b>2. In case of Refund, multiple accounts are selected for refund credit, then refund will be credited to one of the account decided by CPC after processing the return.</b>				

# CHANGES IN ITR 2, 3, 5, 6 & 7

# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

The following amendments were made by Finance Act,2020 in Section '115UB' to allow pass-through of losses also:

- The business loss of the investment fund, if any, shall be allowed to be carried forward to set-off in accordance with the provisions of Chapter VI and it shall not be passed onto the unit-holder
- The loss (other than business loss) accumulated at the level of investment fund as on 31-03-2019 shall be deemed to be the loss of the unit-holders who held the unit as on 31-03-2019 in respect of the investments made by him in the investment fund. Such losses can be carried forward by the unit-holders for the remaining period calculated from the year in which the loss had occurred for the first time taking that year as the first year and it shall be set-off by him.
- The loss so deemed in the hands of unit-holders shall not be available to the investment fund on or after 01-04-2019.
- The loss (other than business loss) shall be ignored for the purposes of pass-through to its unit-holders if such loss has arisen in respect of a unit which has not been held by the unit-holder for a period of at least 12 months.

# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

## Reporting of pass-through loss under various heads of income

**AIFs** are allowed to pass through the losses (other than business loss) to their unit-holders. Therefore, in the new ITR forms, unit-holders can report pass-through losses under the head house property, capital gain and other sources.

**Schedule OS** Income from Other Sources

OTHER SOURCES	1	Gross income chargeable to tax at normal applicable rates (1a+ 1b+ 1c+ 1d + 1e)		1
	a	Dividends, Gross [not exempt u/s 10(34) and 10(35)]		1a
	b	Interest, Gross (bi + bii + biii + biv+ bv)		1b
	i	From Savings Bank	bi	
	ii	From Deposits (Bank/ Post Office/ Co-	bii	
	iii	From Income-tax Refund	biii	
	iv	In the nature of <b>Pass through income/ loss</b>	biv	
	v	Others	bv	
	c	Rental income from machinery, plants, buildings, etc., Gross		1c

i	Total (2g + 2h)	2i
j	Arrears/Unrealised rent received during the year less 30%	2j
k	Income from house property 2 (2f - 2i + 2j)	2k
3	Pass through income/loss if any <sup>±</sup>	3
4	Income under the head "Income from House Property" (1k + 2k + 3) <i>(if negative take the figure to 2i of schedule CYLA)</i>	4

11	Pass Through Income/ Loss in the nature of Long Term Capital Gain, (Fill up schedule PTI) (B11a1+ B11a2 + B11b)		
a1	Pass Through Income/ Loss in the nature of Long Term Capital Gain, chargeable @ 10% u/s 112A	B11 a1	
a2	Pass Through Income/ Loss in the nature of Long Term Capital Gain, chargeable @ 10% under sections other than u/s 112A	B11 a2	

7	Pass Through Income/ Loss in the nature of Short Term Capital Gain, (Fill up schedule PTI) (A7a + A7b + A7c)		
a	Pass Through Income/ Loss in the nature of Short Term Capital Gain, chargeable @ 15%	A7a	
b	Pass Through Income/ Loss in the nature of Short Term Capital Gain, chargeable @ 30%	A7 b	
c	Pass Through Income/ Loss in the nature of Short Term Capital Gain, chargeable at applicable rates	A7c	

# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

## Reporting of the past year deemed losses by the unit-holders

The loss (other than business loss) accumulated at the level of **investment fund** as on 31-03-2019, shall be deemed to be the loss of a unit-holder who held the unit as on 31-03-2019 and unit-holders shall be allowed to carry forward such loss for the remaining period calculated from the year in which the loss had occurred for the first time taking that year as the first year. Consequential changes have been made to Schedule CFL to show, claim and carry forward such losses head-wise.

Schedule CFL		Details of Losses to be carried forward to future years										
CARRY FORWARD OF LOSS	Assessment Year	Date of Filing (DD/MM/YYYY)	House property loss			Short-term capital loss			Long-term Capital loss			Loss from owning and maintaining race horses
	1	2	Normal 3a	PTI 3b	Total 3c=3a+3b	Normal a	PTI 4b	Total 4c=4a+4b	Normal 5a	PTI 5b	Total 5c=5a+5b	6
i	2012-13											
ii	2013-14											
iii	2014-15											
iv	2015-16											
v	2016-17											
vi	2017-18											
vii	2018-19											
viii	2019-20											
ix	Total of earlier year losses											
x	Adjustment of above losses in Schedule BFLA				(2ii of schedule BFLA)							(2ix of schedule BFLA)
xi	2020-21 (Current year losses)				(2xii of schedule CYLA)			( 2x+3x+4x) of item E of schedule CG			(6x+7x) of item E of schedule CG	( 8e of schedule OS, if -ve)
xii	Total loss carried forward to future years											

**Changes in ITRs [2, 3, 5, 6 & 7]**

# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

## **Reporting of losses distributed by AIFs among the unit-holders**

As the loss (other than business loss) accumulated at the level of investment fund as on 31-03-2019 shall not be available to the Investment Fund on or after 01-04-2019, relevant row has been inserted to Schedule CFL to reduce the losses (head-wise) distributed among the unit holders from total brought forward losses of the earlier year.

An Investment Fund shall be allowed to set-off and carry forward only the balance loss. Further, a new row has also been inserted to show the current year loss distributed amongst unit-holders.

**NOTE: The changes are depicted in the next slide.**

# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

**Schedule CFL** Details of Losses to be carried forward to future years

Sl. No.	Assessment Year	Date of Filing (DD/MM/YYYY)	House property loss			Loss from business other than loss from speculative business and specified business	Loss from speculative business	Loss from specified business	Loss from life insurance business u/s 115B	Short-term capital loss			Long-term Capital loss		
			Normal	PTI	Total (4c=4a+4b)					Normal	PTI	Total (9c=9a+9b)	Normal	PTI	Total (10c=10a+10b)
1	2	3	4a	4b	4c	5	6	7	8	9a	9b	9c	10a	10b	10c
x	2019-20														
xi	Total of earlier year losses b/f														
xii	Loss distributed among the unit holder (Applicable for Investment Fund only)														
xiii	Balance available of Total of earlier year b/f (xi-xii)														
xiv	Adjustment of above losses in Schedule BFLA				(2i of schedule BFLA)	(2ii of schedule BFLA)	(2iv of schedule BFLA)	(2v of schedule BFLA)	(2iii of schedule BFLA)						
xv	2020-21 (Current year losses to be carried forward)				(2xviii of schedule CYLA)	(3xviii of schedule CYLA)	(B43 of schedule BP, if -ve)	(C49 of schedule BP, if -ve)	E(iv) of schedule BP, (if -ve)				(2x+3x+4x of item E of schedule CG)		(6 of)
xvi	Total loss Carried forward to future years														
xvii	Current year loss distributed among the unit-holder (Applicable for Investment fund only)														

CARRY FORWARD

Changes in ITRs [2, 3, 5, 6 & 7]



# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

## Reporting of pass-through losses from AIFs under schedule PTI

The Schedule PTI has been changed to specifically seek the details whether the income has been received from a business trust (i.e., REITs/InVITs) or AIFs. Where income has been received from AIFs, a new column is inserted to fill the details of current year losses distributed by the AIF.

Schedule PTI		Pass Through Income details from business trust or investment fund as per section 115UA, 115UB							
Sl.	Investment entity covered by section 115UA/115UB	Name of business trust/ investment fund	PAN of the business trust/ investment fund	Sl.	Head of income	Current year income	Share of current year loss distributed by Investment fund	Net Income/ Loss (7-8)	TDS on such amount, if any
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
S THROUGH INCOME	1. (Dropdown to be provided)			i	House property				
				ii	Capital Gains				
				a	Short term				
				ai	Section 111A				
				aii	Others				
				b	Long term				
				bi	Section 112A				
				bii	Other than Section 112A				
				iii	Other Sources				
				a	Dividend (referred to in section 115-O)				
				b	Others				
				iv	Income claimed to be exempt				
				a	u/s 10(23FBB)				
b	u/s .....								
c	u/s .....								

**Changes in ITRs [2, 3, 5, 6 & 7]**

# REPORTING OF INCOME OR LOSS FROM PASS-THROUGH ENTITIES

## Pass-through income in the nature of long-term capital gain covered under section 112A

As AIFs are allowed to pass through any income (except business income) including long-term capital gain covered under section 112A, the relevant changes have been made to Schedule CG, SI and PTI to show and reflect such income.

21	Pass Through Income in the nature of Short Term Capital Gain chargeable @ 15%	<input type="checkbox"/>	15	(part of 5vi of schedule BFLA)
22	Pass Through Income in the nature of Short Term Capital Gain chargeable @ 30%	<input type="checkbox"/>	30	(part of 5vii of schedule BFLA)
23	Pass Through Income in the nature of Long Term Capital Gain chargeable @ 10%	<input type="checkbox"/>	10	(part of 5x of schedule BFLA)
24	Pass Through Income in the nature of Long Term Capital Gain chargeable @ 10% - u/s other than 112A	<input type="checkbox"/>	10	(part of 5ix of schedule BFLA)
25	Pass Through Income in the nature of Long Term Capital Gain chargeable @ 20%	<input type="checkbox"/>	20	(part of 5xi of schedule BFLA)
26	Pass through income in the nature of income from other source chargeable at special rates	<input type="checkbox"/>		(2e of schedule OS)
			Total	

## Schedule SI

## Schedule CG

11	Pass Through Income in the nature of Long Term Capital Gain, (Fill up schedule PTI) (B11a1+B11a2 + B11b)		
a1	Pass Through Income/Loss in the nature of Long Term Capital Gain, chargeable @ 10% u/s 112A	B11a1	
a2	Pass Through Income/Loss in the nature of Long Term Capital Gain, chargeable @ 10% under sections other than 112A	B11a2	
b	Pass Through Income/ Loss in the nature of Long Term Capital Gain, chargeable @ 20%	B11b	

**Changes in ITRs [2, 3, 5, 6 & 7]**

# ZIP CODE REQUIRED AT SOME ADDITIONAL PLACES UNDER 'SCHEDULE FA'

Contd.

In 'schedule FA' in respect of various fixed assets owned by the assessee zip code is required to be furnished, the requirement is introduced to get more information regarding the assets of the assessee.

While furnishing the details in any of the following cases the requirement to furnish ZIP code has been introduced in the latest notified forms:

- Details of Financial Interest in any Entity held (including any beneficial interest) at any time during the relevant accounting period.
- Details of Immovable Property held (including any beneficial interest) at any time during the relevant accounting period.
- Details of any other Capital Asset held (including any beneficial interest) at any time during the relevant accounting period.
- Details of account(s) in which assessee has signing authority (including any beneficial interest) at any time during the relevant accounting period and which has not been included in any of the other lists in the schedule.
- Details of trusts, created under the laws of a country outside India, in which assessee is a trustee, beneficiary or settler.
- Details of any other income derived from any source outside India which is not included in (i) any of the other items of the schedule FA; and, (ii) income under the head business or profession.

# CHANGES IN ITR 6

# REPORTING OF DIVIDEND RECEIVED FROM THE SPECIFIED FOREIGN COMPANY

Dividend received u/s 115BBD from a specified foreign company is taxable at a special rate of 15% Plus Surcharge & Health And Education Cess. Such income is separately shown in Schedule OS, consequently change has also been made in 'Schedule SI' to reflect such income.

SPECIAL RATE	9	112A (LTCG on sale of shares or units on which STT is paid) or section 115AD(1)(b)(iii)-Proviso	<input type="checkbox"/>	10	(B5f and B8f of schedule CG)
	10	STCG chargeable at special rates in India as per DTAA	<input type="checkbox"/>		(part of 5ix of schedule BFLA)
	11	LTCG Chargeable at special rates in India as per DTAA	<input type="checkbox"/>		(part of 5xii of schedule BFLA)
	12	115B (Profits and gains of life insurance business)	<input type="checkbox"/>	12.50	(part of E (iv) of schedule BP)
	13	115AC (Income of a non-resident from bonds or GDR purchased in foreign currency)	<input type="checkbox"/>	10	(part of 1fii of schedule OS)
	14	115BB (Winnings from lotteries, puzzles, races, games etc.)	<input type="checkbox"/>	30	(2a of schedule OS)
	15	115BBD (Dividend received from specified foreign company)	<input type="checkbox"/>	15	(part of 2dxix of schedule OS)
16	115BBE (Income under section 68, 69, 69A, 69B, 69C or 69D)	<input type="checkbox"/>	60	(2b of schedule OS)	

# SCHEDULE SH-1 NOT APPLICABLE IN THE CASE OF SECTION 8 COMPANIES AND COMPANIES LIMITED BY GUARANTEE

Contd.

To keep a check on the issuance of shares by unlisted companies, the ITR-6 requires every unlisted company to provide information about their shareholders and the price at which shares are issued to them. The details are required to be provided in Schedule **SH-1** by the unlisted companies not being a start-up. **Start-ups** are required to provide details in Schedule **SH-2**.

In new ITR form, it has been clarified that Schedule **SH-1** is not applicable in case of a company that is registered under section 8 of the Companies Act, 2013 or a company limited by guarantee under section 3(2) of Companies Act, 2013.

<b>SCHEDULE SH-1</b>		<b>SHAREHOLDING OF UNLISTED COMPANY</b> <i>(other than a company that is registered under section 8 of the Companies Act, 2013 (or section 25 of the Companies Act, 1956) or a company limited by guarantee under section 3(2) of Companies Act, 2013 or a start-up for which Schedule SH-2 is to be filled up)</i>						
If you are an unlisted company, please furnish the following details:-								
Details of shareholding at the end of the previous year								
Name of the shareholder	Residential status in India	Type of share	PAN /Aadhaar No.	Date of allotment	Number of shares held	Face value per share	Issue Price per share	Amount received

# FOREIGN COMPANIES TO REPORT INCOME FROM ROYALTY OR FTS CHARGEABLE TO TAX AT THE RATE OF 50%

A foreign company is liable to pay tax at the rate of 50% in respect of the following incomes:

- Royalties received from Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern after the 31-03-1961 but before the 01-04-1976.
- Fees for rendering technical services received from Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern after the 29-02-1964 but before 01-04-1976, and where such agreement has, in either case, been approved by the Central Government.

Such income is to be separately reported in the Schedule OS & Consequential change has also been made to Schedule SI to reflect such income.

14	115BB (Winnings from lotteries, puzzles, races, games etc.)	<input type="checkbox"/>	30	(2a of schedule OS)
15	115BBB (Dividend received from specified foreign company)	<input type="checkbox"/>	15	(part of 2dxix of schedule OS)
16	115BBE (Income under section 68, 69, 69A, 69B, 69C or 69D)	<input type="checkbox"/>	60	(2b of schedule OS)
17	115A(1)(b)(A) & 115A(1)(b)(B)(Income of a foreign company from Royalty & Fees for Technical Services )	<input type="checkbox"/>	10	(part of 2dviii of schedule OS)

**SCHEDULE  
SI**

**SCHEDULE  
OS**

v	Interest referred to in section 194LD - chargeable u/s 115A(1)(a)(iiab)	cv
vi	Distributed income being interest referred to in section 194LBA - chargeable u/s 115A(1)(a)(iiac)	cvi
vii	Income from units of UTI or other Mutual Funds specified in section 10(23D), purchased in Foreign Currency - chargeable u/s 115A(1)(a)(iii)	cvii
viii	Income from royalty or fees for technical services received from Government or Indian concern - chargeable u/s 115A(1)(b)(A) & 115(1)(b)(B)	cviii

# COMPANIES OPTING FOR SECTION 115BAA AND 115BAB

A special tax regime (also known as alternate tax regime) was introduced for various domestic companies. Thus, in **Part-A of General Schedule**, the company is required to choose whether it is opting for any of the alternative tax regimes of sections 115BA, 115BAA or 115BAB.

(a)	Filed u/s (Tick)[Please see instruction ]	<input type="checkbox"/> 139(1)- On or Before due date, <input type="checkbox"/> 139(4)- After due date, <input type="checkbox"/> 139(5)- Revised Return, <input type="checkbox"/> 92CD-Modified return, <input type="checkbox"/> 119(2)(b)- after condonation of delay														
	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														
(b)	If revised/ defective/Modified, then enter Receipt No and Date of filing original return (DD/MM/YYYY)															__/__/__
(c)	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 /Document Identification Number and date of such notice/order, or if filed u/s 92CD enter date of advance pricing agreement														/ /	
(d)	Residential Status (Tick) <input checked="" type="checkbox"/> Resident <input type="checkbox"/> Non-Resident															
(e)	Whether the assessee has opted for taxation under section 115BA/115BAA/115BAB? (drop down to be provided in e-filing utility) (applicable on Domestic Company)															



# DETAILS OF THE AUTHORIZED PERSON VERIFYING THE ITR OF COMPANY Contd.

As per section 140 of the Act any other person, as may be prescribed by the Board, can verify the return of income of a company. Accordingly, the new ITR 6 incorporates the reference of '**eligible person**' who is verifying the return in the schedule of 'Key Persons'. Following details are required in respect of such person:

- Name
- Designation
- Residential address
- PAN/Aadhaar No.
- Director Identification Number (DIN) issued by the MCA (in case of a director).

Such reference has been inserted to ensure that the return has been verified by the eligible person only.

KEY PERSONS	Particulars of Managing Director, Directors, Secretary and Principal officer(s) who have held the office during the previous year and the details of <u>eligible person who is verifying the return.</u>					
	S.No.	Name	Designation	Residential Address	PAN/Aadhaar No.	Director Identification Number (DIN) issued by MCA, in case of Director

# REPORTING OF SHARE IN CO-OWNED LAND AND BUILDING

Capital gain arising on sale of land or building or both is to be reported in schedule CG. In the new ITR-6, a company is now required to report its share in land or building or both in case of co-ownership while reporting capital gain (long and short term both).

Schedule CG		Capital Gains			
A		Short-term Capital Gains (STCG) <i>(Sub-items 4 &amp; 5 are not applicable for residents)</i>			
1		From sale of land or building or both (fill up details separately for each property) <u>(in case of co-ownership, enter your share of capital gain)</u>			
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		Long-term capital gain (LTCG) <i>(Sub-items 6, 7 &amp; 8 are not applicable for residents)</i>			
1		From sale of land or building or both (fill up details separately for each property) <u>(in case of co-ownership, enter your share of Capital Gain)</u>			
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		

# 'NO ACCOUNT SCHEDULE' DELETED FOR INDAS COMPLIANT COMPANIES

An IndAS compliant company is always required to maintain its books of account. Therefore, the relevant columns of the ITR form (to be filed if books of account are not maintained) requiring an IndAS compliant to furnish the minimum financial particulars had no significance. Therefore, relevant rows below the Balance sheet (Part A-BS – Ind AS) and Profit & Loss Account (Part A-P&L Ind-AS) requiring such company to furnish certain financial particulars have been deleted.

# CHANGES IN ITR 3, 5 & 6

# A DEPRECIATION RATE OF 45% ADDED IN THE BLOCK OF PLANT AND MACHINERY Contd.

**As per notification No. 69/2019 dt. 20/09/2019**, to boost the demand for motor vehicles, the Finance Minister announced an additional depreciation of 15% on motor vehicles purchased between 23-08-2019 and 31-03-2020. The relevant columns and depreciation schedule have been modified to allow computation of depreciation at the rate of 45%

- Motor Vehicle where originally depreciation was 15% is now 30%;
- Motor Vehicle where originally depreciation was 30% is now 45%

**Schedule DEP** Summary of depreciation on assets (Other than assets on which full capital expenditure is allowable as deduction under any other section)

DEPRECIATION ON ASSETS	1 Plant and machinery			
	a	Block entitled for depreciation @ 15 per cent (Schedule DPM - 17i or 18i as applicable)	1a	
	b	Block entitled for depreciation @ 30 per cent (Schedule DPM - 17ii or 18ii as applicable)	1b	
	c	Block entitled for depreciation @ 40 per cent (Schedule DPM - 17iii or 18iii as applicable)	1c	
	d	Block entitled for depreciation @ 45 per cent (Schedule DPM - 17iv or 18iv as applicable)	1d	
	e	Total depreciation on plant and machinery (1a + 1b + 1c+1d)		1e

**Changes in ITRs [3, 5 & 6]**

# REPORTING OF RESIDUARY INCOME WHICH IS CHARGEABLE TO TAX AS PER DTAA

Contd.

Section 90 of the Income-tax Act allows an assessee to opt for the provision of Income-tax Act or of DTAA, whichever is more beneficial to him. Therefore, an assessee would certainly avail the benefit of DTAA if tax rate provided therein is lower than the tax rate provided under the Act. Thus, to allow such option, 'Schedule OS' provides an option to the assessee to separately report such income which is chargeable to tax at special rates as per DTAA.

e Amount included in 1 and 2 above, which is chargeable at special rates in India as per DTAA (total of column (2) of table below)										
Sl. No.	Amount of income	Item No. 1a to 1 d 2a, 2c & 2d 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										

# FURNISHING DETAILS OF TAX PAID ON SECONDARY ADJUSTMENTS

The Finance (No.2) Act, 2019 has brought substantial changes to the provisions of secondary adjustments. In a case where the excess money or part thereof has not been repatriated on time, the assessee will have the option to pay additional income-tax at the rate of 18% Plus surcharge of 12% and health & education cess of 4%. If such additional income-tax is paid, the assessee shall not be required to make a secondary adjustment or compute interest.

Consequential changes have been made to the ITR forms, a new 'Schedule TPSA' has been incorporated.

Schedule- TPSA		Details of Tax on secondary adjustments as per section 92CE(2A)						
TAX ON SECONDARY ADJUSTMENTS AS PER SECTION 92CE(2A)	1	Amount of primary adjustment on which option u/s 92CE(2A) is exercised & such excess money has not been repatriated within the prescribed time						
	2	a	Additional Income tax payable @ 18% on above					
		b	Surcharge @ 12% on "a"					
		c	Health & Education cess on (a+b)					
		d	Total Additional tax payable (a+b+c)					
	3	Taxes paid						
	4	Net tax payable (2d-3)						
	5	Date(s) of deposit of tax on secondary adjustments as per section 92CE(2A)	Date 1 (DD/MM/Y YYY)	Date 2 (DD/MM/YYYY )	Date 3 (DD/MM/YYY Y)	Date 4 (DD/MM/YYYY)	Date 5 (DD/MM/YYYY)	Date 6 (DD/MM/YYYY)
	6	Name of Bank and Branch						
	7	BSR Code						
8	Serial number of challan							
9	Amount deposited							

**Changes in ITRs [3, 5 & 6]**

# SEPARATE REPORTING FOR INTEREST ON LOAN TAKEN FROM A DEPOSIT TAKING NBFC OR SYSTEMATICALLY IMPORTANT NBFC

Section 43B now also provides that any interest payable on any loan or borrowings from a 'Deposit Taking NBFC' or 'Systemically Important Non-deposit Taking NBFC' would be allowed as a deduction only on actual payment. [inserted by Finance (No.2) Act, 2019]

Consequent changes have been made in the forms.

<b>11</b>	<b>Any amount debited to profit and loss account of the previous year but disallowable under section 43B</b>		
<b>a</b>	<b>Any sum in the nature of tax, duty, cess or fee under any law</b>	<b>11a</b>	
<b>b</b>	<b>Any sum payable by way of contribution to any provident fund or superannuation fund or gratuity fund or any other fund for the welfare of employees</b>	<b>11b</b>	
<b>c</b>	<b>Any sum payable to an employee as bonus or commission for services rendered</b>	<b>11c</b>	
<b>d</b>	<b>Any sum payable as interest on any loan or borrowing from any public financial institution or a State financial corporation or a State Industrial investment corporation</b>	<b>11d</b>	
<b>da</b>	<b>Any sum payable by the assessee as interest on any loan or borrowing from a deposit taking non-banking financial company or systemically important non-deposit taking non-banking financial company, in accordance with the terms and conditions of the agreement governing such loan or borrowing</b>	<b>11d a</b>	
<b>e</b>	<b>Any sum payable as interest on any loan or borrowing from any scheduled bank or a co-operative bank other than a primary agricultural credit society or a primary co-operative agricultural and rural development bank</b>	<b>11e</b>	
<b>f</b>	<b>Any sum payable towards leave encashment</b>	<b>11f</b>	
<b>g</b>	<b>Any sum payable to the Indian Railways for the use of railway assets</b>	<b>11g</b>	
<b>h</b>	<b>Total amount disallowable under Section 43B (total of 11a to 11g)</b>		

**Note:  
change in  
Part A-OI**



# REPORTING OF CASH RECEIPT OR PAYMENT WHERE TURNOVER OF ASSESSEE IS BETWEEN RS. 1 CRORE TO RS. 5 CRORE

The Finance Act, 2020 has increased the threshold limit under section 44AB for the mandatory audit from Rs. 1 crore to Rs. 5 crores, with effect from the AY 2020-21. However, the increased threshold limit of Rs. 5 crores shall be applicable only if cash receipts and cash payments during the year does not exceed 5% of total receipt or payment, as the case may be. In other words, more than 95% of the business transactions should be done through banking channels.

To incorporate the above amendments, the ITR forms have been amended requiring the assessee to tick the check-box if cash receipts or cash payments exceed 5%.

a2i	If No, whether during the year Total sales/turnover/gross receipts of business exceeds Rs.1 crore but does not exceed Rs.5 crores? (Tick) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
a2ii	If Yes is selected at a2i, whether aggregate of all amounts received including amount received for sales, turnover or gross receipts or on capital account such as capital contribution, loans etc. during the previous year, in cash, does not exceed five per cent of the said amount? (Tick) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
a2iii	If Yes is selected at a2i, whether aggregate of all payments made including amount incurred for expenditure or on capital account such as asset acquisition, repayment of loans etc. during the previous year, in cash, does not exceed five per cent of the said payment? (Tick) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
b	Whether liable for audit under section 44AB? (Tick) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No

**Note: It is to be filled in 'Part A-General' in the respective forms.**

# REPORTING OF CASH RECEIPT OR PAYMENT WHERE TURNOVER OF ASSESSEE IS BETWEEN RS. 1 CRORE TO RS. 5 CRORE

**44AB.** “Every person,—

(a) carrying on business shall, if his total sales, turnover or gross receipts, as the case may be, in business exceed or exceeds **one crore rupees** in any previous year

**Provided** that in the case of a person whose—

(a) aggregate of all amounts received including amount received for sales, turnover or gross receipts during the previous year, in cash, does not exceed five per cent of the said amount; and

(b) aggregate of all payments made including amount incurred for expenditure, in cash, during the previous year does not exceed five per cent of the said payment,

this clause shall have effect as if for the words "**one crore rupees**", the words "**five crore rupees**" had been **substituted;**”

# CHANGES IN ITR 1 & 4

# LIST OF NATURE OF EMPLOYMENT IS EXPANDED

The new list of nature of employment covers the following 6 categories:

- Central Government
- State Government
- Public sector undertaking
- Pensioners
- Others
- Not Applicable

PART A GENERAL INFORMATION																																										
PAN									Name	Date of Birth	Aadhaar Number (12 digits)/Aadhaar Enrolment Id (28 digits) (If eligible for Aadhaar No.)																															
										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																																
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.					<b>Nature of employment-</b> <input type="checkbox"/> Central Govt. <input type="checkbox"/> State Govt. <input type="checkbox"/> Public Sector Undertaking <input type="checkbox"/> Pensioners <input type="checkbox"/> Others <input type="checkbox"/> Not Applicable (e.g. Family Pension etc.)																											
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																																

# CHANGES IN ITR 7

# TRUST TO FURNISH DETAILS OF RE-REGISTRATION MADE UNDER THE NEW PROVISIONS Contd.

The trusts or institutions which have been granted perpetuity of registration u/s 12A/12AA or approval u/s 10(23C) or section 80G are required to make an application again under the new section 12AB or amended provisions of section 10(23C) or section 80G within 3 months from 01-10-2020, that is, by 31-12-2020. The new Form ITR-7 requires the assessee to furnish the details in respect of the application for registration made under new provisions.

Details of registration or approval under the Income-tax Act (Mandatory, if required to be registered)								
Sl.	Section under which registered or approved	Date of registration or approval	Approval/ Notification/ Registration No.	Approving/ registering Authority	Whether Application for registration is made as per new provisions	Section under which the registration is applied	Date on which the application for registration/approval as per new provisions is made	Section of exemption opted for under the new provisions
1								
2								
3								
4								

**Note: Details are to be provided only if application is made before filling of return.**

# CORPUS DONATION NOT TO BE CONSIDERED AS AN APPLICATION OF INCOME <sup>Contd.</sup>

Any contribution by a charitable or religious trust registered u/s 12AA to any other trust registered u/s 12AA, with a specific direction that it shall form part of corpus of recipient trust shall not be treated as application of income for the donor trust. The Finance Act, 2020 has provided that the corpus donation to institutions referred to in sub-clause (iv),(v), (vi) or (via) of section 10(23C) shall also not to be considered as an application of income.

Accordingly, the new ITR Form 7 seeks '**Donation-other than corpus**' as against the classification of donation required until last year into 'corpus' and 'other than corpus'.

B	Expenditure on objects of the trust/institution		
1	Donation – Other than Corpus	1	
2	Religious	2	
3	Relief of poor	3	
4	Educational	4	
5	Yoga	5	
6	Medical relief	6	
7	Preservation of environment	7	
8	Preservation of monuments etc.	8	
9	General public utility	9	
10	Total (B1 to B9)	B10	

# ADDITION TO LIST OF DISALLOWABLE EXPENDITURE

In **Part C of Schedule ER**, the assessee is required to report any item of expenditure which is disallowable. The new list of disallowances are required to be reported into the following 4 sub-categories:

- Bad Debts
- Provisions
- Donation forming part of corpus fund **[addition]**
- Any other disallowable expenditure

C	Disallowable expenditure (C1 + C2 + C3 + C4)	C	
1	Bad debts	1	
2	Provisions	2	
3	Donation forming part of Corpus fund	3	
4	Any other disallowable expenditure	4	



## MODIFICATION IN SCHEDULE CG

In the previous ITR Forms, the details of 'Exemption other than under section 11(1A)' and 'Exemption under 112A' could be furnished in the Schedule CG (Capital Gains). In the new ITR Form 7 applicable for the assessment year 2020-21, **these columns have been deleted.**

Charitable and religious organisations are governed by special provision of section 11, 12 & 13 and hence, such trust or organisations cannot claim exemptions under the general provisions of the Act.

# CHANGES IN ITR 5 & 6

# SEPARATE REPORTING IS REQUIRED FOR INCOME FROM LIFE INSURANCE BUSINESS

Contd.

The new ITR Forms 5 and 6 introduced for the assessment year 2020-2021 require a separate reporting of income from the life insurance business in 'Schedule BP'. It requires the following information in this respect:

- Net profit or loss from insurance business referred to in section 115B.
- Additions in accordance with section 30 to section 43B.
- Deductions in accordance with section 30 to section 43B.
- Income from life insurance business under section 115B.

Consequently separate reporting is also required in schedule CFL

<b>E</b>	<b>Computation of income from life insurance business referred to in section 115B</b>	<b>E</b>
<b>(i)</b>	<b>Net Profit or loss from life insurance business referred to in section 115B</b>	<b>(i)</b>
<b>(ii)</b>	<b>Additions in accordance with Section 30 to Section 43B</b>	<b>(ii)</b>
<b>(iii)</b>	<b>Deductions in accordance with Section 30 to Section 43B</b>	<b>(iii)</b>
<b>(iv)</b>	<b>Income from life insurance business under section 115B</b>	<b>(iv)</b>

# SEPARATE REPORTING IS REQUIRED FOR INCOME FROM LIFE INSURANCE BUSINESS

Contd.

Consequently separate reporting is also required in 'schedule CFL'

**Schedule CFL** Details of Losses to be carried forward to future years

Sl. No.	Assessment Year	Date of Filing (DD/MM/YYYY)	House property loss			Loss from business other than loss from speculative business and specified business	Loss from speculative business	Loss from specified business	Loss from life insurance business u/s 115B
			Normal	PTI	Total (4c=4a+4b)				
1	2	3	4a	4b	4c	5	6	7	8

# SEPARATE REPORTING FOR INCOME FROM UNITS OF MUTUAL FUND <sup>Contd.</sup> PURCHASED IN FOREIGN CURRENCY BY OFFSHORE FUND

The new ITR Forms require a separate reporting of income from units of mutual funds purchased in foreign currency by offshore fund in schedule OS.

xvi	Income by way of royalty from patent developed and registered in India - chargeable u/s 115BBF	cxvi	
xvii	Income by way of transfer of carbon credits - chargeable u/s 115BBG	cxvii	
xviii	Investment Income of a Non-Resident Indian - chargeable u/s 115E	cxviii	
xix	115AB(1)(a) - Income in respect of units - off -shore fund	cxix	

**Note: Addition is made in part 2(c) of schedule OS**

# OPTION TO CHOOSE 'SELF-OCCUPIED PROPERTY'

Considering the provisions of section 23(5) where annual value of property is taken as 'nil', the ITR Form 5 and 6 for the AY 2020-21 allow selection of 'self-occupied' house property in Schedule HP as nature of house property.

Schedule HP		Details of Income from House Property <i>(Please refer instructions) (Drop down to be provided indicating ownership of property)</i>											
1	Address of property 1				Town/ City				State		PIN Code / Zip Code		
Is the property co-owned? <input type="checkbox"/> Yes <input type="checkbox"/> No (if "YES" please enter following details)													
Assessee's percentage of share in the property %													
		Name of Co-owner(s)				PAN/Aadhaar No. of Co-owner (s)				Percentage Share in Property			
I													
II													
/Tick <input checked="" type="checkbox"/> the applicable option]		Name(s) of Tenant (if let out)		PAN/Aadhaar No. of Tenant(s) (Please see Note )				PAN/TAN/Aadhaar No. of Tenant(s) (if TDS credit is claimed)					
<input type="checkbox"/> Let out		I											
<input type="checkbox"/> Deemed let out		II											
<input checked="" type="checkbox"/> Self occupied													

# OPTION TO CLAIM AN EXEMPTION UNDER SECTION 54EE REMOVED

Schedule CG (Capital Gains) contained rows to claim an exemption under **Section 54EE** for the investment made in the long-term specified assets, being units issued before 01-04-2019 of the fund notified by the Central government in this behalf. As **no such fund has been notified** by the Central government in this behalf, the ITR forms for the assessment year 2020-21 **remove the option to claim the exemption under Section 54EE.**

# CHANGES IN ITR 2, 3, 5 & 6



# SCHEDULES FOR REPORTING TRANSACTIONS TAXABLE UNDER SECTION 112A AND 115AD

Contd.

Schedules 112A and 115AD seek the details of securities sold by the taxpayers during the year which are taxable under section 112A or section 115AD respectively. Such changes were made to bring the return forms at par with the return filing utility.

Schedule 112A													
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													
Sl. No.	ISIN Code	Name of the Share/Unit	No. of Shares/Units	Sale-price per Share/Unit	Full Value of Consideration (Total Sale Value) (4*5)	Cost of acquisition without indexation Higher of 8 & 9	Cost of acquisition	If the long term capital asset was acquired before 01.02.2018, -Lower of 6 & 11	Fair Market Value per share/unit as on 31st January,2018	Total Fair Market Value of capital asset as per section 55(2)(ac)-(4*10)	Expenditure wholly and exclusively in connection with transfer	Total deductions (7+12)	Balance (6-13) Item 4 (a) of LTCG Schedule of ITR2
(Col 1)	(Col 2)	(Col 3)	(Col 4)	(Col 5)	(Col 6)	(Col 7)	(Col 8)	(Col 9)	(Col 10)	(Col 11)	(Col 12)	(Col 13)	(Col 14)
1													

Schedule 115AD(1)(b)(iii) proviso													
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													
Sl. No.	ISIN Code	Name of the Share/Unit	No. of Shares/Units	Sale-price per Share/Unit	Full value of consideration (Total Sale Value) (4*5)	Cost of acquisition without indexation (higher of 8 or 9)	Cost of acquisition	If the long term capital asset was acquired before 01.02.2018, - Lower of 6 & 11	Fair Market Value per share/unit as on 31st January,2018	Total Fair Market Value of capital asset as per section 55(2)(ac)-(4*10)	Expenditure wholly and exclusively in connection with transfer	Total deductions (7+12)	Balance (6-13) -Item 8 (a) of LTCG Schedule of ITR3
(Col 1)	(Col 2)	(Col 3)	(Col 4)	(Col 5)	(Col 6)	(Col 7)	(Col 8)	(Col 9)	(Col 10)	(Col 11)	(Col 12)	(Col 13)	(Col 14)
1													

**Changes in ITRs [2, 3, 5 & 6]**

# COMPARISON BETWEEN DETAILS TO BE FURNISHED IN SCH 112A & SCH 115AD FOR AY 2019-20 AND AY 2020-21

S. No.	Schedule 112A/115AD for AY 2019-20	Schedule 112A/ 115AD for AY 2020-21	Remarks
1	ISIN Code	ISIN Code	Same
2	Name of Share/ Unit	Name of the Share/Unit	Same
3	No. of Shares/ Units	No. of Shares/Units	Same
4	Sale-Price per Share/ Unit	Sale-price per Share/Unit	Same
5	Total Sale Value (3*4) Item 4 (a) of LTCG Schedule of ITR2	Total Sale Value (3*4)	Same
6	Cost of acquisition without indexation Item 4 (b)(i) of LTCG Schedule	Cost of acquisition without indexation (higher of 7 or 8)	Same
7	Cost of acquisition- Item 4 (b)(i)(A) of LTCG Schedule	Cost of acquisition	Same
8	If the long term capital asset was acquired before 01.02.2018, lower of B1 and B2 -Lower of 10 & 11-item 4 (b)(i)(B) of LTCG Schedule	If the long term capital asset was acquired before 01.02.2018, Lower of 5 & 10	Same
9	Fair Market Value per share/unit as on 31st January,2018	Fair Market Value per share/unit as on 31st January,2018	Same

<b>S. No.</b>	<b>Schedule 112A/115AD for AY 2019-20</b>	<b>Schedule 112A/ 115AD for AY 2020-21</b>	<b>Remarks</b>
10	Total Fair Market Value of capital asset as per section 55(2)(ac)- (3*9) - item 4 (b)(i)(B)(1) of LTCG Schedule	Total Fair Market Value of capital asset as per section 55(2)(ac)- (3*9)	Same
11	Full value of Consideration - item 4 (b)(i)(B)(2) of LTCG Schedule	Nil	Deleted
12	Cost of improvement without indexation - item 4 (b)(ii) of LTCG Schedule	Nil	Deleted
13	Expenditure wholly and exclusively in connection with transfer - item 4 (b)(iii) of LTCG Schedule	Expenditure wholly and exclusively in connection with transfer	Same
14	Total deductions (bi + bii +biii) - item 4 (b)(iv) of LTCG Schedule	Total deductions (6+11)	Same
15	Balance (4a -biv) -Item 4 (c) of LTCG Schedule	Balance (6-13) -Item 4(a) of LTCG Schedule	Same

# CHANGES IN ITR 3 & 6

# REPORTING OF DISALLOWANCE UNDER SECTION 40(BA)

‘Section 40(ba)’ restricts the Association of Person (AOP) or Body of Individuals (BOI) to claim any deduction in respect of any interest, salary, bonus, commission or remuneration paid to a member.

The new ITR Forms require reporting of such disallowance in the ‘Schedule OI’.

<b>8</b>	<b>A</b>	<b>Amounts debited to the profit and loss account, to the extent disallowable under section 40</b>	
	<b>a</b>	<b>Amount disallowable under section 40 (a)(i), on account of non-compliance with the provisions of Chapter XVII-B</b>	<b>Aa</b>
	<b>b</b>	<b>Amount disallowable under section 40(a)(ia) on account of non-compliance with the provisions of Chapter XVII-B</b>	<b>Ab</b>
	<b>c</b>	<b>Amount disallowable under section 40(a)(ib), on account of non-compliance with the provisions of Chapter VIII of the Finance Act, 2016</b>	<b>Ac</b>
	<b>d</b>	<b>Amount disallowable under section 40(a)(iii) on account of non-compliance with the provisions of Chapter XVII-B</b>	<b>Ad</b>
	<b>e</b>	<b>Amount of tax or rate levied or assessed on the basis of profits [40(a)(ii)]</b>	<b>Ae</b>
	<b>f</b>	<b>Amount paid as wealth tax [40(a)(ia)]</b>	<b>Af</b>
	<b>g</b>	<b>Amount paid by way of royalty, license fee, service fee etc. as per section 40(a)(iib)</b>	<b>Ag</b>
	<b>h</b>	<b>Amount of interest, salary, bonus, commission or remuneration paid to any partner or member inadmissible under section [40(b)/40(ba)]</b>	<b>Ah</b>
	<b>i</b>	<b>Any other disallowance</b>	<b>Ai</b>
	<b>j</b>	<b>Total amount disallowable under section 40(total of Aa to Ai)</b>	

# CHANGES IN ITR 2

# NEW SCHEDULE FOR DEDUCTION U/S 80D

Earlier deduction u/s 80D was also to be reported in Schedule VI – A. For AY 2020-21 a new schedule is inserted specifically for deduction u/s 80D.

## Deductions under section 80D

		<b>Whether you or any of your family member (excluding parents) is a senior citizen?</b>	Select
1	a	Self & Family	
		(i) Health Insurance	
		(ii) Preventive Health Checkup	
	b	Self & Family (Senior Citizen)	
		(i) Health Insurance	
		(ii) Preventive Health Checkup	
		(iii) Medical Expenditure (This deduction can be claimed on which health insurance is not claimed at (i) above)	
		<b>Whether any one of your parents is a senior citizen?</b>	Select
2	a	Parents	
		(i) Health Insurance	
		(ii) Preventive Health Checkup	
	b	Parents (Senior Citizen)	
		(i) Health Insurance	
		(ii) Preventive Health Checkup	
		(iii) Medical Expenditure (This deduction can be claimed on which health insurance is not claimed at (i) above)	
3	Eligible Amount of Deduction		

# CHANGES IN ITR 3



# ADDITION IN OPTION FOR HEAD OF INCOME IN SCHEDULE 'TDS'

## **18C(1) - Details of Tax Deducted at Source on Income [As per FORM 16A issued by Deductor(s)]**

The Union Budget 2019 has introduced Section 194N for deduction of tax at source (TDS) on cash withdrawals exceeding Rs 1 crore, correspondingly the ITR Form has been amended to give effect for such newly introduced section. The new option "Not applicable (Only in case TDS is deducted u/s 194N)" has been inserted in the dropdown option given for head of income in corresponding receipt offered tab as displayed below.

Corresponding Receipt offered		
Gross Amount	Head of Income	
(12)	(13)	
<input type="text"/>	<div style="border: 1px solid black; padding: 2px;">           Select  </div> <ul style="list-style-type: none"> <li>Select</li> <li>Income from House Property</li> <li>Income from Business &amp; Profession</li> <li>Income from Capital Gains</li> <li>Income from Other Sources</li> <li>Exempt Income</li> <li style="background-color: #0070C0; color: white; padding: 2px;">Not applicable (only in case TDS is deducted u/s 194N)</li> </ul>	
	Corresponding	

# Thank You

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