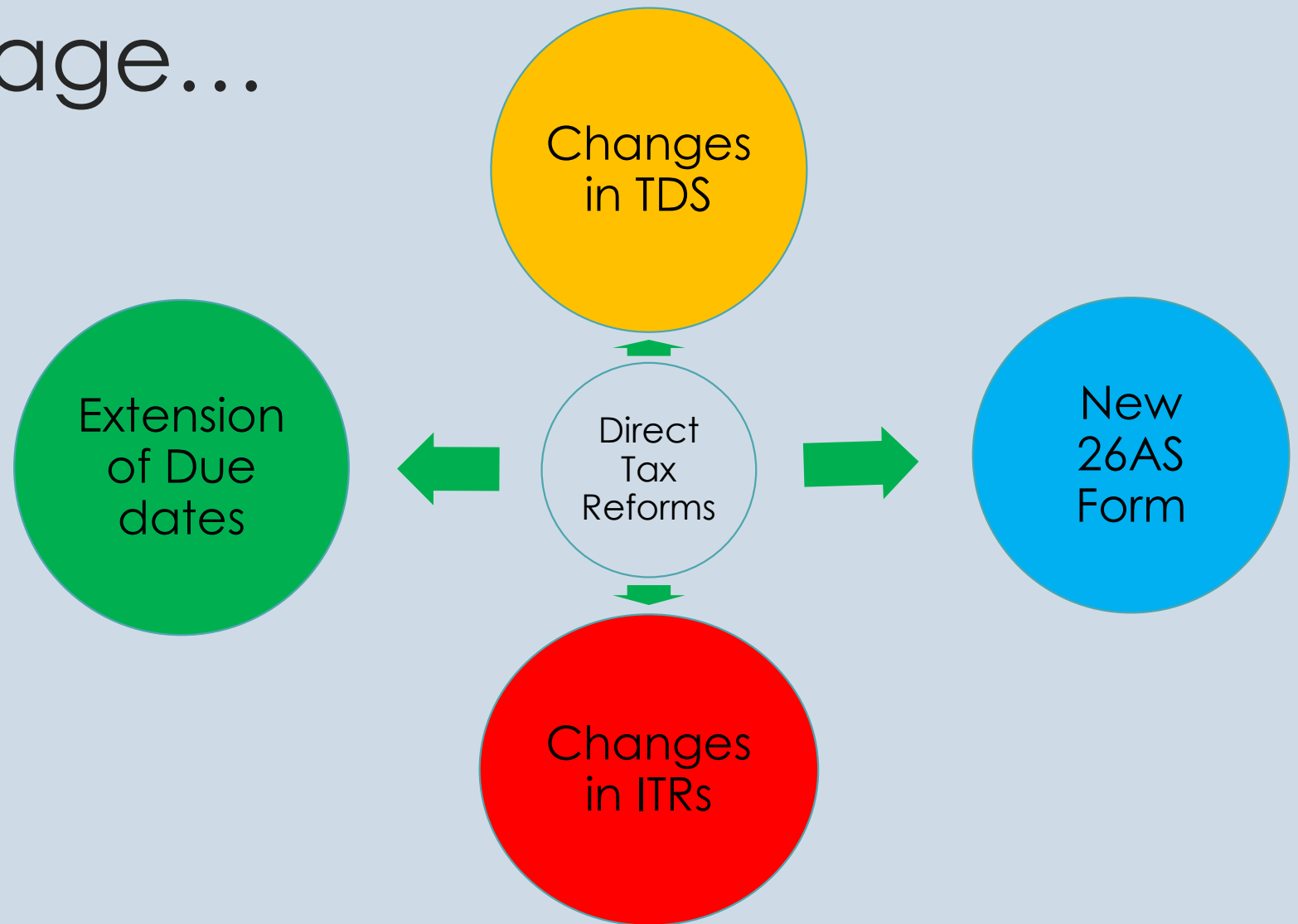


DIRECT TAX REFORMS

Coverage...



Extension of due dates

Sr. No.	Particulars	Original due date	Extended due date
1	Belated return for A.Y. 2019-20	31 st March, 2020	30 th June, 2020
2	ITR for A.Y. 2020-21	31 st July, 2020 & 31 th October, 2020	30 th November, 2020
3	Filing of Audit Report for A.Y. 2020-21	30 th September, 2020	31 st October, 2020
4	TDS/TCS Return for Q4 of F.Y. 2019-20	31 st May, 2020	30 th June, 2020

Extension of due dates

Sr. No.	Particulars	Original due date	Extended due date
5	Vivad se Vishwas Scheme	31 st March, 2020	31 st December, 2020
6	Investment under chapter VI-A, sec 54 to 54GB	31 st March, 2020	30 th June, 2020
7	Lower Deduction Certificate u/s 197 expires on	31 st March, 2020	30 th June, 2020
8	Any due date under Income Tax Act	Between 20 th March, 2020 to 29 th June, 2020	30 th June, 2020

TDS – Changes in Rates and Payment

- In stimulus Package announced by Government on 13th May, 2020 TDS rate for payment to Residents is **reduced by 25%** from 14th May, 2020 to 31st March, 2020.
- Due date for payment of Tax is not extended but relaxation in **Interest rate** is provided. Interest rate on late payment of Income tax, Securities Transaction Tax (STT), TDS/TCS, Equalisation levy which are due for payment between 20th March, 2020 to 30th June, 2020 if paid by 30th June, 2020 will be **reduced to 0.75% per month**.
- **No penalty** and prosecutions will be levied during this period for late payment.

New Form 26AS

- New 26AS form is Notified on 28th May, 2020 which will be effective from 1st June, 2020.
- New Rule 114-I is inserted by Income tax (11th Amendment) Rules, 2020. New form will be called “Annual Information Statement”.
- Following Information will be available in New Form 26AS.

Sr. No.	Nature of information
1	Information relating to tax deducted or collected at source
2	Information relating to specified financial transaction
3	Information relating to payment of taxes
4	Information relating to demand and refund
5	Information relating to pending proceedings
6	Information relating to completed proceedings
7	Any other information in relation to sub-rule (2) of rule 114-I

NEW ITR forms for A.Y. 2020-21

- In exercise of the powers conferred by Section 139 read with Section 295 of the Income-tax Act, 1961, the CBDT amended the Income-tax Rules, 1962. The amendment known as Income-tax (12th Amendment) Rules, 2020 has been notified vide **Notification No. 31/2020** dated 29.05.2020. For incorporating changes to curb tax evasion certain amendments are carried out in Finance Act, 2019 accordingly **changes in ITR forms** are being made.

Sr. No.	Head	Change Description
1	Providing additional information relating to expenditure and deposit of cash	<p>Taxpayers are now required to provide following information for Deposit of Cash in current accounts, Expenditure on foreign travel and expenditure on electricity expense in ITR -1, ITR -2, ITR -3 and ITR -4.</p> <ol style="list-style-type: none"> 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) 2. 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) 3. Have you incurred expenditure of amount or aggregate of amount exceeding Rs. 1 lakh on consumption of electricity during the previous year? (Yes/No)

Sr. No.	Head	Change Description
2	Changes in nature of employment under government employees	In form ITR -1, ITR -2, ITR -3 and ITR -4 under nature of employment, government employees have been bifurcated as central govt., state govt., public sector undertaking, pensioners, others and additional New “ N.A.” field is added which can be used by person who are claiming family pensions.
3	Addition of Schedule DI- Details of Investments	“Schedule DI – Details” of investment has been incorporated in all ITR forms, to include relaxation given during the period 1.4.2020 to 30.06.2020 for the purpose of claiming any deduction under Chapter VI-A, deposit and payment for claiming deduction u/s 54 to 54GB.

Sr. No.	Head	Change Description
4	Person earning Dividend Income can't file ITR – 1 form	If any person is having taxable income as dividend from domestic companies, then the person is not eligible to file ITR -1 form. The person or assessee has to file return other than ITR -1.
5	Interchangeability of PAN and Aadhaar Number	Has been introduced in the new ITR Forms. Now, while filing ITR-1, ITR-2, ITR-3 or ITR-4, an Individual assessee having Aadhaar Number but not having a PAN can file his/her Return of Income by simply quoting his/her Aadhaar Number.

Sr. No.	Head	Change Description
6	Changes in ITR - 4 with respect to Section 44AD	In ITR -4 under section 44AD, one new clause added as the electronic mode in addition to electronic clearance and reduced the presumptive income from 8% to 6%.
7	Changes in ITR – 6 for selecting concessional tax rate, if any	Drop down to be provided in e-filing utility in ITR 6 for domestic companies if the assessee has opted for taxation under concessional tax rate under section 115BA/115BAA/115BAB.

Clarification in respect of **residency** under Sec 6 of the Income Tax Act, 1961

Sr.No.	Cases	Description
1	Unable to leave India on or before 31 st March, 2020	Period of Stay between 22 nd March, 2020 to 31 st March, 2020 will be not be considered for Period of Stay in India. OR
2	Quarantined in India on account of COVID-19 on or after 1 st March, 2020 to 31 st March, 2020	Period of Stay from date of Quarantine to Departure/Evacuation or 31 st March, 2020 as the case may be shall not be taken into account. OR
3	Departed on evacuation on or before 31 st March, 2020	Period of Stay between 22 nd March, 2020 to date of departure will be not be considered for Period of Stay in India

* Circular 11 of 2020.



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Thank
You



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