

PPT on Income Tax provisions for F.Y 2023-24

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CALCULATION OF TAXABLE SALARY INCOME (OLD TAX REGIME VIS-À-VIS NEW TAX REGIME OF SECTION 115BAC)

THE INCOME UNDER THE HEAD SALARY SHALL BE TAXABLE ON A DUE BASIS OR RECEIPT BASIS, WHICHEVER IS EARLIER. SALARY DUE FROM AN EMPLOYER TO AN EMPLOYEE, EVEN IF IT IS NOT PAID DURING THE YEAR, SHALL BE CHARGEABLE TO TAX.



Computation of Gross Total
Income

Particulars	Amount	Amount
<u>Income from Salary :</u>		
<i>Add: Additions</i>		xxx
a) Allowances	xxx	
b) Perquisites	xxx	
c) Profit in Lieu of Salary	xxx	
d) Retirement benefits	xxx	
e) Pension	<u>xxx</u>	xxx
<i>Less: Deductions</i>		
a) Entertainment Allowance	xxx	
b) Employment Tax	xxx	
c) Standard Deduction	xxx	
d) Professional Tax	xxx	
e) HRS U/s 10(13)A	<u>xxx</u>	xxx
<u>Income from House Property :</u>		
Gross Annual Value		
Less: Municipal Taxes	xxx	
Net Annual Value (NAV)	xxx	
(in case of self occupied property:	<u>xxx</u>	
Net annual value = 0)	xxx	
Less: Standard Deduction U/s 24(a) @ 30% of NAV	xxx	
Interest on Borrowed capital u/s 24(b)	xxx	
(Subject to Max. of Rs.2,00,000/-)	<u>Xxx</u>	Xxx
<u>Income from Other Sources :</u>		
Interest from Banks	xxx	
Dividend Income	xxx	
Family Pension	<u>xxx</u>	<u>Xxx</u>
Cross Total Income :		<u>xxx</u>

The lowest of the following amounts can be claimed as HRA exemption U/s 10(13)A :

S.No.	Description
1	Actual HRA received
2	50% of [basic salary + DA] for those living in metro cities (Delhi, Kolkata, Mumbai or Chennai) or 40% of [basic salary + DA] for those living in non-metros
3	Actual rent paid (-) 10% of basic salary + DA

The standard deduction allowable from Family pension U/s 57(iia):

1/3 of pension subject to maximum of Rs.15,000 will be allowed as standard deduction from family pension

A large, horizontally-oriented yellow oval with a thin dark border is centered on a light beige background. Inside the oval, the text "Deductions allowable from Gross Total Income" is written in a purple, serif font, centered both horizontally and vertically.

Deductions allowable from
Gross Total Income


Sections	Income Tax Deduction for FY 2023-24(AY 2024-25)	Eligible person	Maximum deduction available for FY 2023-24(AY 2024-25)
Section 80C	Investing into very common and popular investment options like LIC, PPF, Sukanya Samriddhi Account, Mutual Funds, FD, child tuition fee, ULIP, etc	Individual	Upto Rs 1,50,000
		Or	
		HUF	
Section 80CCC	Investment in Pension Funds	Individuals	
Section 80CCD (1)	Atal Pension Yojana and National Pension Scheme Contribution	Individuals	
Section 80CCD(1B)	Atal Pension Yojana and National Pension Scheme Contribution (additional deduction)	Individuals	Upto Rs 50,000
Section 80D	Medical Insurance Premium, preventive health checkup and Medical Expenditure	Individual	Upto Rs 50,000 (including parents) (Rs.1,00,000/- for senior citizens including for parents) *including of Rs.5,000/- towards preventive health checkup
		Or	
		HUF	
Section 80DD	Medical Treatment of a Dependent with Disability	Individual	Normal Disability (atleast 40% or more but less than 80%): Rs 75000/-
		Or	Severe Disability (atleast 80% or more) : Rs 125000/-
		HUF	

Sections	Income Tax Deduction for FY 2023-24(AY 2024-25)	Eligible person	Maximum deduction available for FY 2023-24(AY 2024-25)
Section 80E	Interest paid on Loan taken for Higher Education	Individual	No limit (Any amount of interest paid on education loan) upto 8 assessment years from the year of repayment or closing period WEL.
Section 80EE	Interest paid on Housing Loan	Individual	Upto Rs 50,000 subject to some conditions (applicable for loans sanctioned between 1st April 2016 and 31st March 2017)
Section 80EEA	Interest Paid on Housing Loan	Individual	Upto Rs 1,50,000/- subject to some conditions (applicable for loans sanctioned between 1st April 2019 and 31st March 2022)
Section 80G	Donation to specified funds/institutions. Institutions	All Assessee (Individual, HUF, Company, etc)	100% or 50% of the Donated amount or Qualifying limit, Allowed donation in cash upto Rs.2000/-
Section 80GG	Income Tax Deduction for House Rent Paid	Individual	Rs. 5000 per month 25% of Adjusted Total Income Rent paid - 10% of Adjusted Total Income - whichever is lower
Section 80TTA	Interest earned on Savings Accounts	Individual	Upto Rs 10,000/-
Section 80TTB	Interest Income earned on deposits(Savings/FDs)	Individual (60 yrs or above)	Upto Rs 50,000/-
Section 80U	Disabled Individuals	Individuals	Normal Disability: Rs. 75,000/- Severe Disability: Rs. 1,25,000/-


Deductions allowable from
Gross Total Income in new tax
regime U/s 115BAC

Deductions or exemptions allowable under New tax regime (also known as alternative tax regime) for the Assessment Year 2023-24 for an individual or HUF under Section 115BAC :

1. Transport allowances in case of a specially-abled person.
2. Conveyance allowance received to meet the conveyance expenditure incurred as part of the employment.
3. Any compensation received to meet the cost of travel on tour or transfer.
4. Daily allowance received to meet the ordinary regular charges or expenditure you incur on account of absence from his regular place of duty.
5. Perquisites for official purposes
6. Exemption on voluntary retirement 10(10C), gratuity u/s 10(10) and Leave encashment u/s 10(10AA)
7. Interest on Home Loan on let-out property (Section 24)
8. Gifts up to Rs 50,000
9. Deduction for employer's contribution to NPS account [Section 80CCD(2)]
10. Deduction for additional employee cost (Section 80JJA)
- 11. Budget 2023 introduced a standard deduction of Rs 50,000 under New Tax Regime applicable from FY 2023-24**
- 12. Budget 2023 also introduced deduction under Section 57(iia) of family pension income**



Particulars	Amount
Gross Total Income	XXX
Less: Deductions	XXX
Net Total Income	XXX



Computation of Tax on Total
Income for F.Y 2023-24

Tax Slabs under old Tax regime:

Net Income Range	Rate of Income-tax
Up to Rs. 2,50,000	-
Rs. 2,50,000 to Rs. 5,00,000	5%
Rs. 5,00,000 to Rs. 10,00,000	20%
Above Rs. 10,00,000	30%

New tax regime (also known as alternative tax regime) for the Assessment Year 2023-24. An individual or HUF has to exercise the option under Section 115BAC(5) to avail its benefit.:

Net Income Range	Tax rate
Upto Rs. 3,00,000	Nil
From Rs. 3,00,001 to Rs. 6,00,000	5%
From Rs. 6,00,001 to Rs.9,00,000	10%
From Rs. 9,00,001 to Rs. 12,00,000	15%
From Rs. 12,00,001 to Rs. 15,00,000	20%
Above Rs. 15,00,000	30%

Add:

a. Surcharge : Surcharge is levied on the amount of income-tax at following rates if total income of an assessee exceeds specified limits:-

Range of Income	Rs. 50 Lakhs to Rs. 1 Crore	Rs. 1 Crore to Rs. 2 Crores	Rs. 2 Crores to Rs. 5 Crores	above Rs. 5 crore
Rate of Surcharge	10%	15%	25%	37%

b. Health and Education Cess : Health and Education Cess is levied at the rate of 4% on the amount of income-tax plus surcharge.

□ Rebate U/s 87A :

1. A resident individual (whose net income does not exceed Rs. 5,00,000) can avail rebate under section 87A. It is deductible from income-tax before calculating education cess. The amount of rebate is 100 per cent of income-tax or Rs. 12,500, whichever is less.

2. From Assessment Year 2024-25, a maximum rebate of Rs. 25,000 is allowed under section 87A, if the total income of a resident individual, who is opting for the new tax scheme under Section 115BAC(1A), is up to Rs. 7,00,000.

3. Further, if the total income of the resident individual opting section 115BAC(1A) exceeds Rs. 7,00,000 and the tax payable on such income exceeds the difference between the total income and Rs. 7,00,000, he can claim a rebate with marginal relief to the extent of the difference between the tax payable on such total income and the amount of income by which it exceeds Rs. 7,00,000

□ Marginal Relief :

- i. in case where net income exceeds Rs. 50 lakh but doesn't exceed Rs. 1 Crore, the amount payable as income tax and surcharge shall not exceed the total amount payable as income tax on total income of Rs 50 Lakh by more than the amount of income that exceeds Rs 50 Lakhs.
- ii. in case where net income exceeds Rs. 1 crore but doesn't exceed Rs. 2 crore, marginal relief shall be available from surcharge in such a manner that the amount payable as income tax and surcharge shall not exceed the total amount payable as income-tax on total income of Rs. 1 crore by more than the amount of income that exceeds Rs. 1 crore.
- iii. in case where net income exceeds Rs. 2 crores but doesn't exceed Rs. 5 crores, marginal relief shall be available from surcharge in such a manner that the amount payable as income tax and surcharge shall not exceed the total amount payable as income-tax on total income of Rs. 2 crores by more than the amount of income that exceeds Rs. 2 crores.
- iv. in case where net income exceeds Rs. 5 crores, marginal relief shall be available from surcharge in such a manner that the amount payable as income tax and surcharge shall not exceed the total amount payable as income-tax on total income of Rs. 5 crores by more than the amount of income that exceeds Rs. 5 crores.



TDS Rate Chart for F.Y 2023-24

Section	Nature of transaction	Threshold Limit (Rs)	TDS Rate
192	Salary	Basic exemption limit	As per applicable slab rates
194C	Payment done to subcontractor/contractor	Single transaction- 30,000	HUF/Individuals: 1%
		Aggregate transactions- 1,00,000	Others: 2%
194-I	Rent:		
	194-I(a) plant and machinery	2,40,000	2%
	194-I(b) land/building/furniture/fitting	2,40,000	10%
194-IA	Payment on transfer of immovable property except agricultural land	50,00,000	1%
194-IB	Rent paid by HUF/Individual who is not required to conduct tax audit	50,000 per month	5%
194J	Fees paid for -	30,000	2%
		30,000	2%
	Technical services		
	Royalty in the nature of consideration for sale, distribution or exhibition of cinematographic films		
194J	Fees paid for any other professional services or technical service	30,000	10%
194N	Amount exceeding 1 crore (exceeding 20 lakhs for people not filing ITR for previous 3 years)	1 crore	2%
194Q	Purchase of goods after 1.07.2021	50,00,000	0.10%

TDS Payment Due Dates

Quarter ending	Month of deduction	Due dates for depositing TDS	TDS Return Due Date
		(FY 2023-24)*	(FY 2023-24)
30th June 2023	Apr-23	7th May 2023	31st July 2023
	May-23	7th June 2023	
	Jun-23	7th July 2023	
30th September 2023	Jul-23	7th August 2023	31st October 2023
	Aug-23	7th September 2023	
	Sep-23	7th October 2023	
31st December 2023	Oct-23	7th November 2023	31st January 2024
	Nov-23	7th December 2023	
	Dec-23	7th January 2024	
31st March 2024	Jan-24	7th February 2024	31st May 2024
	Feb-24	7th March 2024	
	Mar-24	7th April 2024 (for tax deducted by govt. office)	
		30th April 2024 (for other deductors)	

*All sums deducted in accordance with the provisions of Chapter XVII-B by an office of the Government without challan (Treasury Challan) should be deposited on the same day of deduction. Only for tax deducted by the government office during the month of March 2024 should be deposited by 7th April 2024.

Types of TDS Returns

Form No	Particulars	Periodicity	TDS Certificate
Form 24Q	Quarterly statement for tax deducted at source from "Salaries"	Quarterly	Form-16 (to be issued annually on or before 15th June of the assessment year for which the income tax return is being filed)
Form 26Q	Quarterly statement of tax deducted at source in respect of all payments other than "Salaries"	Quarterly	Form-16A (To be issued Quarterly within 15 days from the due date of furnishing of the TDS Statement)
Form 27EQ	Quarterly statement of collection of tax at source	Quarterly	Form-27D (To be issued Quarterly within 15 days from the due date of furnishing of the TDS Statement)

Interest on Late Deposit of TDS

Section	Nature of Default	Interest subject to TDS/TCS amount	Period for which interest is to be paid
201(1A)(i)	TDS not deducted (fully/partly)	1% per month	From the date on which tax is deductible to the date on which tax is actually deducted.
201(1A)(ii)	TDS not deposited to the government after deduction (fully or partly)	1.5% per month	From the date of tax deduction to the date of deposit

Note: The above interest should be paid before filing of TDS return.

Challans under Income Tax

Challan 280

For the payment of advance tax, self-assessment tax, tax on regular assessment, surtax, tax on distributed profits of domestic company and tax on distributed income to unit holders.

Challan 281

For depositing Tax Deducted at Source (TDS) and Tax Collected at Source (TCS) to the Income Tax department.