



# ITR FORMS ASSESSMENT YEAR 2020-21

## Intricacies in ITR-3

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# AREA OF DISCUSSION

- ▶ Basics of Income Tax Filing
- ▶ Applicability of ITR Forms
- ▶ Changes in ITR forms for AY 2020-21 common to ITR-1 to ITR-4
- ▶ Changes specific to ITRs
- ▶ Presumptive Taxation
- ▶ ITR-3
- ▶ Common mistakes
- ▶ Important points to be noted

## WHY SESSION ON ITR-3 ?????

Linking of Data

Income tax  
holds data

To avoid  
defective return

To avoid  
duplication of  
work- 143(1)(a)  
mismatch notice

To avoid -  
Avoidable errors

# Evolution of online Filing of ITRs

- ▶ Assessment year 2006-07- Online Filing
- ▶ Compulsory filing for companies and assesses under tax audit.
- ▶ Filing with Digital Signature
- ▶ Filing with OTP
- ▶ Filing of Tax Audit online
- ▶ Syncing of tax audit data with the returns

# WHO IS REQUIRED TO FILE INCOME TAX RETURNS

## ► INDIVIDUALS/ HUF/ AOP/ BOI/ Artificial Judicial Person

1. Income exceeds the basic exemption limit.
2. Income not exceeding the basic exemption limit, but has
  - a. Deposited > Rs. 1 Crore in one or more Bank accounts. ( not restricted to Cash)
  - b. Incurred > Rs. 2 Lakhs on for travel to a foreign country
  - c. Incurred > Rs. 1 Lakh towards consumption of Electricity
3. Holds any asset in any entity located outside India.

# WHAT IS INCOME

## Basic Exemption Limit

- ▶ Rs. 2.50 Lakhs- Individual other than Senior or Super Senior Citizen.
- ▶ Rs. 3.00 Lakhs- Senior Citizen.
- ▶ Rs. 5.00 Lakhs -Super Senior Citizen.

The above should be before deductions/exemptions.

10A, 10B, 10BA, 10(38), 80C to 80 U, 54 to 54GB

# COMPANIES AND PARTNERSHIP FIRM

- ▶ Compulsory filing irrespective of Income/loss
- ▶ LLP is considered as Partnership firm for the purpose of Income Tax.
- ▶ No Basic Exemption limit for Companies and Partnership firms.

## PERSON OTHER THAN INDIVIDUAL/ HUF/AOP/BOI/ARTIFICIAL JUDICIAL PERSON/COMPANY/ FIRM

- ▶ If Income exceeds exemption limit.

# NOTIFICATION OF ITR FORMS FOR ASSESSMENT YEAR 2020-21

- ▶ Notification No. 31/2020 Dated 29.05.2020- All the forms Notified.
- ▶ Special Feature this year allowing extended time period for making investment.
- ▶ Passport Number



# Notification dated 24.06.2020- Extended Timelines

Sl.No	Particulars	Due date as per income tax	Revised date as per Notification
1	Furnishing original/ revised return of income for FY 18-19	31.03.2020	31.07.2020
2	Furnishing return of income for FY 19-20	31.07.2020/31.10.2020	30.11.2020
3	Furnishing tax audit report for FY 19-20	30.09.2020	31.10.2020
	Payment of self assessment tax ( SAT) fy 2019-20 not exceeding 41lakh	31.07.2020/31.10.2020	30.11.2020
5	Investment/ roll over benefit under section 54 to 54GB of the IT act for claiming benefit / deduction under capital gains provision	31.03.2020	30.09.2020
6	Invest / payment under chapter VI-A which include life insurance premium, PPF, NPS, mediclaim premium or donations	31.03.2020	31.07.2020
7	Furnishing TCS/ TDS returns for quarter -4 of FY 2019-20	TCS-15.05.2020 TDS.31.05.2020	31.07.2020
8	Generation of TCS/TDS certificate	TCS-31.05.2020 TDS.15.06.2020	15.08.2020
9	Date of commencement of operation for SEZ units for deductions under Section-10AA	31.03.2020	30.09.2020
10	Aadhar-PAN Linking	31.03.2020	31.03.2021

# APPLICABILITY OF ITR FORMS

Form	Applicability	Any Change
ITR 1-SARAL	For Individuals being a Resident (other than Not Ordinarily Resident) having Total Income upto Rs.50 lakhs, having Income from Salaries, One House Property, Other Sources (Interest etc.), and Agricultural Income upto Rs.5 thousand(Not for an Individual who is either Director in a company or has invested in Unlisted Equity Shares)	No Change
ITR 2	For Individuals and HUFs not having income from profits and gains of business or profession	No Change
ITR 3	For individuals and HUFs having income from profits and gains of business or profession	No Change
ITR 4- SUGAM	For Individuals, HUFs and Firms (other than LLP) being a Resident having Total Income upto Rs.50 lakhs and having income from Business and Profession which is computed under sections 44AD, 44ADA or 44AE,. (Not for an Individual who is either Director in a company or has invested in Unlisted Equity Shares)	No Change
ITR 5	For persons other than:-	No Change
	(i) Individual,	
	(ii) HUF,	
	(iii) Company and	
	(iv) Person filing Form ITR-7	No Change
ITR 6	For Companies other than companies claiming exemption under section 11	No Change
ITR 7	For persons including companies required to furnish return under sections 139(4A) or 139(4B) or 139(4C) or 139(4D)	No change

## ADDITIONAL INFORMATION REQUIRED IN THE NEW ITR FORMS. Common to ITR1-ITR4

### Filing due to application of 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) <input type="checkbox"/> Yes <input type="checkbox"/> 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)

## Common to ITR1-ITR4

ADDITIONAL COLUMN TO INCLUDE INVESTMENT MADE  
BETWEEN 1<sup>ST</sup> APRIL, 2020 TO 30<sup>TH</sup> JUNE, 2020

Schedule DI - Details of Investment		
Investment/ Deposit/ Payments for the purpose of claiming deduction under Part B of Chapter VIA		
Section	Eligible amount of deduction during FY 2019-20 (As per Part C- Deductions and taxable total income)	Deduction attributable to investment/expenditure made between 01.04.2020 to 30.06.2020 (Out of Col No.2)
Col (1) (ii)	Col (2)	Col (3)
80C		
80CCC		
80CCD(1)		
80CCD(1B)		
80CCD(2)		
80D		
80DD		
80DDB		
80E		
80EE		
80EEA		
80EEB		
80G		
80GG		
80GGA		
80GGC		
Total		

# COMMON TO ITR1 -ITR4

## MULTIPLE BANK ACCOUNTS FOR REFUND ALLOWED TO BE MENTIONED

- ▶ Allows providing multiple Bank Account for Refund
- ▶ The Refund will be credited to one of the bank accounts decided by the CPC after processing the returns.

### **PART E – OTHER INFORMATION**

Details of all Bank Accounts held in India at any time during the previous year (excluding dormant accounts)

Sl.	IFS Code of the Bank	Name of the Bank	Account Number	Select Account for Refund Credit
I				

1. Minimum one account should be selected for refund credit.

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.

## ITR-2 and ITR-3-Type of company for Director and Shares held

- Type of company included Under Line item No. i and j of Part A-Gen

(i)	<b>Whether you were Director in a company at any time during the previous year? (Tick) <input checked="" type="checkbox"/> Yes      <input type="checkbox"/> No</b>																
	<b>If yes, please furnish following information -</b>																
Name of Company	Type of company	PAN	Whether its shares are listed or unlisted						Director Identification Number (DIN)								
	(Drop down to be provided)																

[illegible]

- ▶ New Schedule 112A inserted
- ▶ Only additional disclosure no new provision

[illegible]



## ITR-2 and ITR-3- Sale of Equity Shares by Non Resident

- ▶ New 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

[illegible]



# ITR-2 and ITR-3

## Carry Forward of Loss

- Schedule of Carry Forward of losses - Bifurcation of loss as
  - Normal
  - &
  - PTI ( Pass through Income)

Schedule CFL Details of Losses to be carried forward to future years												
	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
			Normal	PTI	Total	Normal	PTI	Total	Normal	PTI	Total	
	1	2	3a	3b	3c=3a+3b	a	4b	4c=4a+4b	5a	5b	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 CVLA)			(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											

CARRY FORWARD OF LOSS

# WHAT IS PTI

Incomes are not taxed at the source or origin; instead they are passed on to the actual recipient of the income

115UA and 115UB -Allows payment without deduction of Tax.

Income distributed -taxable directly in the hands of investors in the same nature

Details of PTI to be entered in Schedule PTI.

# ITR-2 and ITR-3-Changes in PTI Schedule

- ▶ Additional disclosures to made under **schedule PTI**
  - ▶ Investment entity covered by section 115UA/115UB (Basic Selection)
  - ▶ Bifurcation of Amount as per following 3 ways:
    - ▶ Current year income
    - ▶ Share of current year loss distributed by Investment fund
    - ▶ Net Income/ Loss

# PTI SCHEDULE

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)
PASS 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 .....				
				2.			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 .....								

**NOTE** Please refer to the instructions for filling out this schedule.

# ITR-2 and ITR-3 Bank account details of Non-Residents

- ▶ Non Residents not having bank account in India.
- ▶ Option to get Refund out of India
- ▶ Separate disclosure for Bank accounts.

Rows can be added as required

b) Non- residents, who are claiming income-tax refund and not having bank account in India may, at their option, furnish the details of one foreign bank account:

Sl. No.	SWIFT Code	Name of the Bank	Country of Location	IBAN

Rows can be added as required

Do you at any time during the previous year,—

# ITR-2 and ITR-3-Investment made after 31<sup>st</sup> March for claim of exemption

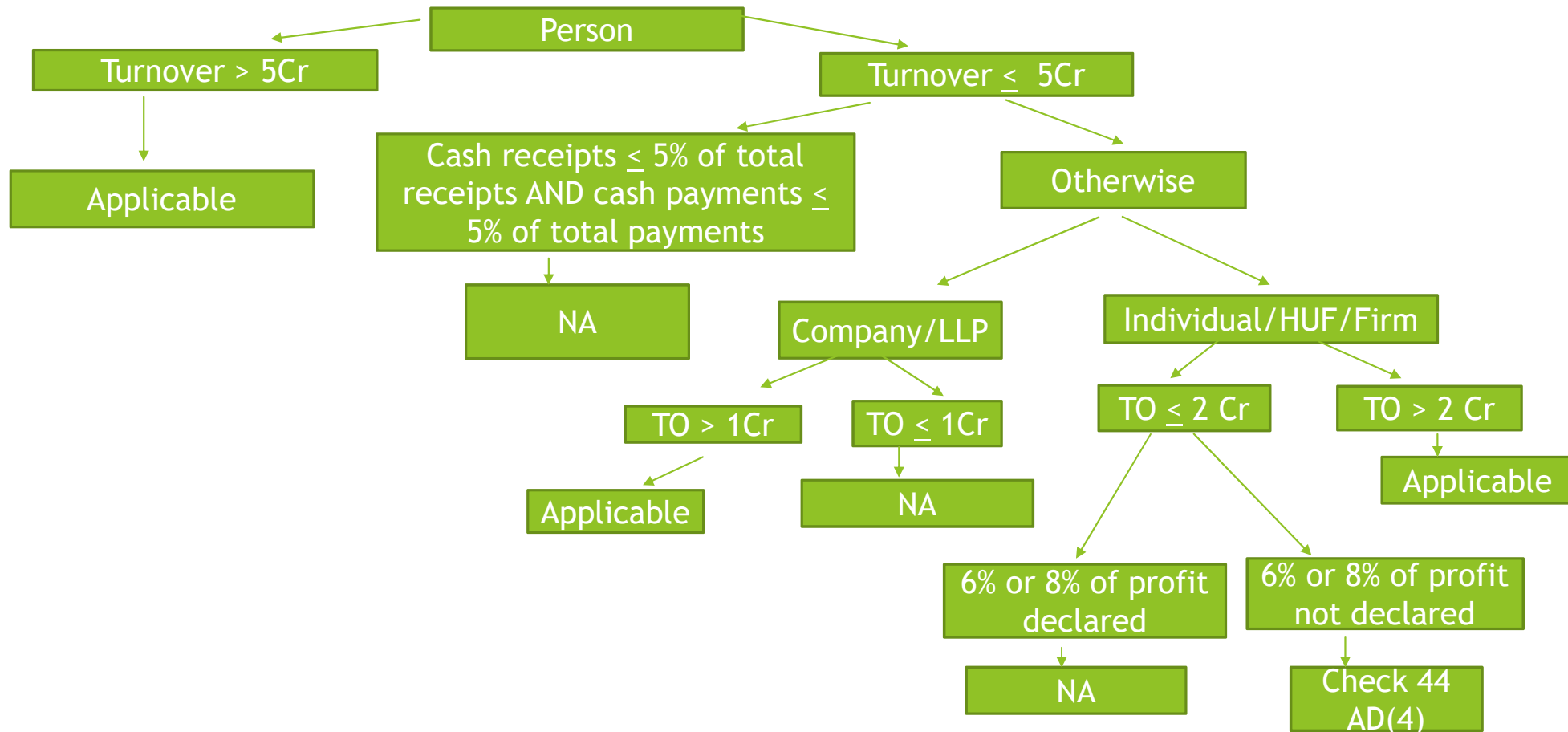
B) Payment/Acquisition/Purchase/Construction for the purpose of claiming deduction u/s 54 to 54GB		
Long Term Capital Gain		
Section	Amount utilised out of Capital Gains account (As per Sl. No B10a of Schedule CG)	Amount utilised between 01.04.2020 to 30.06.2020
(1)	(2)	(3)
54		
54B		
54F		
54GB		
Total		
Short Term Capital Gain		
Section	Amount utilised out of Capital Gains account (As per Sl. No A6a of Schedule CG)	Amount utilised between 01.04.2020 to 30.06.2020
(1)	(2)	(3)
54B		
Total		

# ITR-3-Declaration of Income under presumptive Basis

- ▶ Change in Applicability of Tax Audit from Assessment Year 2020-21
- ▶ Additional Disclosure required to determining applicability of Tax Audit

(a2)	Whether assessee is declaring income only under section 44AE/44B/44BB/44AD/44ADA/44BBA/44BBB <input type="checkbox"/> Yes <input type="checkbox"/> No
a2i	If No , Whether during the year Total sales/turnover/gross receipts of business exceeds Rs. 1 crores but does not exceed Rs. 5 crores? <input 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 like capital contributions, loans etc. during the previous year, in cash, does not exceed five per cent of said amount? <input 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., in cash, during the previous year does not exceed five per cent of the said payment? <input type="checkbox"/> Yes <input type="checkbox"/> No

## Applicability of Tax Audit AY 2020-21





## ITR-3- Payment of Interest to NBFC

<b>11</b>	Any amount debited to profit and loss account of the previous year but disallowable under section 43B		
<b>a</b>	Any sum in the nature of tax, duty, cess or fee under any law	<b>11a</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>11b</b>	
<b>c</b>	Any sum payable to an employee as bonus or commission for services rendered	<b>11c</b>	
<b>d</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>11d</b>	
<b>da</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>11d a</b>	
<b>e</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>11e</b>	
<b>f</b>	Any sum payable towards leave encashment	<b>11f</b>	
<b>g</b>	Any sum payable to the Indian Railways for the use of railway assets	<b>11g</b>	

# ITR-3 Tax on Secondary Adjustment 92CE(2A)

17	Whether assessee is exercising option under subsection 2A of section 92CE <i>Tick</i> <input checked="" type="checkbox"/> <input type="checkbox"/> Yes <input type="checkbox"/> No [If yes , please fill schedule TPSA]
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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					
	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)
	6	Name of Bank and Branch					
	7	BSR Code					
	8	Serial number of challan					
	9	Amount deposited					

# ITR-3-Depreciation- New Block



Notification No. 69/2019  
dated 20.09.2019



Change in Rate of  
Depreciation on Motor Cars  
and Motor Vehicles - Used  
in the business of Hiring.



Eligibility- Motor cars or  
Motor vehicles must be  
acquired and Put to use  
between 23.08.2019 and  
31.03.2020



Motor Car- Rate increase  
from 15% to 30%



Motor Bus, Motor Lorries or  
Motor Vehicles - Rate  
increased from 30% to 45%

# Presumptive Income

## 44 AD and 44ADA

- ▶ • Section 44AD : Computation of income on estimated basis in the case of taxpayers [being a resident individual, resident Hindu undivided family or resident partnership firm (not being a limited liability firm)] engaged in certain business subject to certain conditions.
- Section 44ADA : Computation of professional income on estimated basis for assessee being a resident in India and engaged in a profession referred to in section 44AA(1) subject to certain conditions.

# Eligible Business- For 44 AD

- ▶ Designed to give relief to small taxpayers engaged in any business, except the following businesses:
  - ▶ Business of plying, hiring or leasing goods carriages referred to in sections 44AE.
  - ▶ A person who is carrying on any agency business.
  - ▶ A person who is earning income in the nature of commission or brokerage
  - ▶ Any business whose total turnover or gross receipts exceeds two crore rupees.

## Applicability of 44 AD for Insurance Agent/ Commission Received.

- ▶ A person who is earning income in the nature of commission or brokerage cannot adopt the presumptive taxation scheme of [section 44AD](#). Insurance agents earn income by way of commission and, hence, they cannot adopt the presumptive taxation scheme of [section 44AD](#).

# Eligible Business- For 44 ADA

- ▶ The presumptive taxation scheme of sections 44ADA can be adopted by a person resident in India, carrying on specified profession whose gross receipts do not exceed fifty lakh rupees in a financial year. Following professions are specified profession:
- ▶ 1) Legal
- ▶ 2) Medical
- ▶ 3) Engineering or architectural
- ▶ 4) Accountancy
- ▶ 5) Technical consultancy
- ▶ 6) Interior decoration
- ▶ 7) Any other profession as notified by CBDT ( Authorized Representative, Film artist, Company Secretary and Information Technology)

# Common Mistakes and Errors

- INCOME UNDER DIFFERENT HEADS
- Income credited to profit and loss account and taxed under different heads

14	Other income			
i	Rent	i		
ii	Commission	ii		
iii	Dividend income	iii		
iv	Interest income	iv		
v	Profit on sale of fixed assets	v		
vi	Profit on sale of investment being securities chargeable to Securities Transaction Tax (STT)	vi		
vii	Profit on sale of other investment	vii		
viii	Gain (loss) on account of foreign exchange fluctuation u/s 43AA	viii		
ix	Profit on conversion of inventory into capital asset u/s 28(via) (Fair Market Value of inventory as on the date of conversion)	ix		
x	Agricultural income	x		
xi	Any other income (specify nature and amount)			
	a	xia		
	b	xib		
	c Total (xia + xib)	xic		
xii	Total of other income (i + ii + iii + iv + v + vi + vii + viii + ix + x + xic)			14xii



# Income taxable under different heads

## Schedule BP Computation of income from business or profession

A	From business or profession other than speculative business and specified business	
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3	Income/ receipts credited to profit and loss account considered under other heads of income/chargeable u/s 115BBF/ chargeable u/s 115BBG	a	Salaries	3a	
		b	House property	3b	
		c	Capital gains	3c	
		d	Other sources	3d	
		e	u/s 115BBF	3e	
		f	u/s 115BBG	3f	

## Dividend Income- In excess of Rs. 10 Lakhs

- To shown to the extent of Rs. 10 lakhs under column 5 of Schedule BP

5 Income credited to Profit and Loss account (included in 1) which is exempt				
a	Share of income from firm(s)	5a		
b	Share of income from AOP/ BOI	5b		
c	Any other exempt income (specify nature and amount)			
i		ci		
ii		cii		
iii	Total (ci + cii)	5ciii		
d	Total exempt income (5a + 5b + 5ciii)	5d		

- Value in excess of Rs. 10 Lakhs to be shown under Column 3 d ( Other Sources of Schedule BP)

3	Income/ receipts credited to profit and loss account considered under other heads of income/chargeable u/s 115BBF/ chargeable u/s 115BBG	a	Salaries	3a	
		b	House property	3b	
		c	Capital gains	3c	
		d	Other sources	3d	
		e	u/s 115BBF	3e	
		f	u/s 115BBG	3f	

# Dividend Income

- Show the amount in excess of Rs. 10 Lakhs under 2 (d)(xv) of Schedule OS of Income from Other Sources.

## Schedule OS Income from other sources

2	Income chargeable at special rates (2a+ 2b+ 2c+ 2d + 2e + 2f related to Sl. No. 1)	2
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xv	Income by way of dividend received by specified assessee, being resident, from domestic company exceeding rupees ten lakh chargeable u/s 115BBDA	dxv			
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- To the extent of Rs. 10 Lakhs to be shown under Exempt Income Sl No. 2

## Schedule EI Details of Exempt Income (Income not to be included in Total Income or not chargeable to tax)

1	Interest income	1
2	Dividend income from domestic company (amount not exceeding Rs. 10 lakh)	2

# Disallowances under Tax Audit

- ▶ Schedule Part A - OI, Other information to be filled and synced with the Tax Audit Report.
- ▶ The following things to be matched
  - ▶ Amounts in Schedule Part A-OI
  - ▶ Schedule BP - Computation of Business or Profession
  - ▶ Relevant Clauses in Tax Audit

## Section 14 A Disallowance

- ▶ To be disclosed under Sl No 16 of Part A- Other Income
- ▶ Sl No. 8B of Schedule BP
- ▶ Both these number to match with amount mentioned in Clause NO. 21 (h) of Tax Audit Report.

# TDS Schedule

## ► Head of Income Reported

Sl No	TDS credit relating to self /other person [spouse as per section 5A/other person as per rule 37BA(2)]	PAN/Aadhaar No. of Other Person (if TDS credit related to other person)	TAN of the Deductor/ PAN/ Aadhaar No. of Tenant/ Buyer	Unclaimed TDS brought forward (b/f)		TDS of the current Financial Year (TDS Deducted during the FY 2019-20)		TDS credit being claimed this Year (only if corresponding income is being offered for tax this year)			Corresponding Receipt offered		TDS credit being carried forward		
				Fin. Year in which deducted	TDS 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)			Gross Amount		Head of Income	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)		(9)	(10)			(11)	(12)	(13)
							Income	TDS		Income	TDS	PAN/ Aadhaar No.			
i															

NOTE ► Please enter total of column 9 in 10b of Part B- III

# NON DISCLOSURE OF ASSETS AND LIABILITIES- INCOME EXCEEDS Rs. 50 Lakhs

- ▶ Generally Personal Assets are not included in Balance Sheet.
- ▶ If the income exceeds Rs. 50 Lakhs, details of assets and liabilities not included in the balance Sheet to be disclosed.

**Schedule AL** Assets and Liabilities at the end of the year (other than those included in Part A- BS) (applicable in a case where total income exceeds Rs.50 lakh)

IES	A	Details of immovable assets		
	Sl. No.	Description	Address	Pin code
	(1)	(2)	(3)	(4)
	(i)			
	(ii)			

## Cost of Asset for the Schedule AL

- ▶ Value as per Last Wealth Tax return, plus cost of improvement if Filed.
- ▶ If not, Value to be Included is the Cost of acquisition.
- ▶ If received by Gift/ Will- Cost to the previous owner.
- ▶ If cost not determinable, then the value as on the date of acquisition.



# OTHER COMMON ERRORS

- ▶ Mismatch of Turnover with the Tax Audit Report and the Profit and Loss account.
- ▶ Mismatch of Net Profit as per ITR Profit and Loss account and Tax Audit Report.
- ▶ Mismatch of Income as per Form 26AS with the Income reported.
- ▶ Brought forward and carry forward of losses.
- ▶ Carry forward of unabsorbed depreciation loss to be entered in Schedule UD
- ▶ Opening Value of Block of Asset to be the same as closing value of the last year. ( obvious but no regrouping )

# Important Points

- ▶ Profit as per the Profit and loss account to match with Tax Audit Report.
- ▶ Turnover as per profit and loss account to match with tax audit report.
- ▶ Opening Stock in Manufacturing account and Trading Account to be equal to the closing stock of previous year under respective heads.
- ▶ Filling up form OI Important and the same to sync with the Schedule BP and Tax Audit Report.
- ▶ Expenses for which specific head are there to mention under specific heads and only items not included to be included under other Expenses.
- ▶ Mention the date of furnishing of Tax Audit should be the date on which Tax Audit report filed online

# Important Points

- ▶ Approve the Tax Audit Report Filed online before filing the ITR -3
- ▶ Filing all other reports online before filing of ITR-3. Eg: 10CCB, 29C etc.
- ▶ TDS entries to match with the Form 26AS.
- ▶ Update the email id and password in the login profile page.
- ▶ GST Number and Turnover as per GST Returns to be mentioned.

# ► Questions





Thank You

