

## INCOME FROM OTHER SOURCES

Income chargeable under the head "Income from Other Sources" [Section 56]:  
Some example

- Dividend Income
- Casual Income (winnings from lotteries, crossword puzzles, races including horse races, card games and other games, gambling, betting etc.)
- Interest received on compensation/ enhanced compensation deemed to be income in the year of receipt
- Advance forfeited due to failure of negotiations for transfer of a capital asset
- Sum of money or property received by any person
- Sum received, including the amount allocated by way of bonus, under a LIP other than under a ULIP and keyman insurance policy, which is not exempt under section 10(10D)
- Interest on securities
- Any income chargeable to tax under the Act, but not falling under any other head of income

### SUM OF MONEY OR PROPERTY RECEIVED BY ANY PERSON [SECTION 56(2)(x)]

	Nature of asset	Taxable value
1	<b>Money</b>	The whole amount if the same exceeds ` 50,000.
2	<b>Movable property</b>	<p><b>(i) Without consideration:</b> The aggregate fair market value of the property, if it exceeds ` 50,000.</p> <p><b>(ii) Inadequate consideration:</b> The difference between the aggregate fair market value and the consideration, if such difference exceeds ` 50,000.</p>
3	<b>Immovable property</b>	<p><b>(i) Without consideration:</b> The stamp value of the property, if it exceeds ` 50,000.</p>

## INCOME FROM OTHER SOURCES

	<b>(ii) Inadequate consideration:</b>
--	---------------------------------------

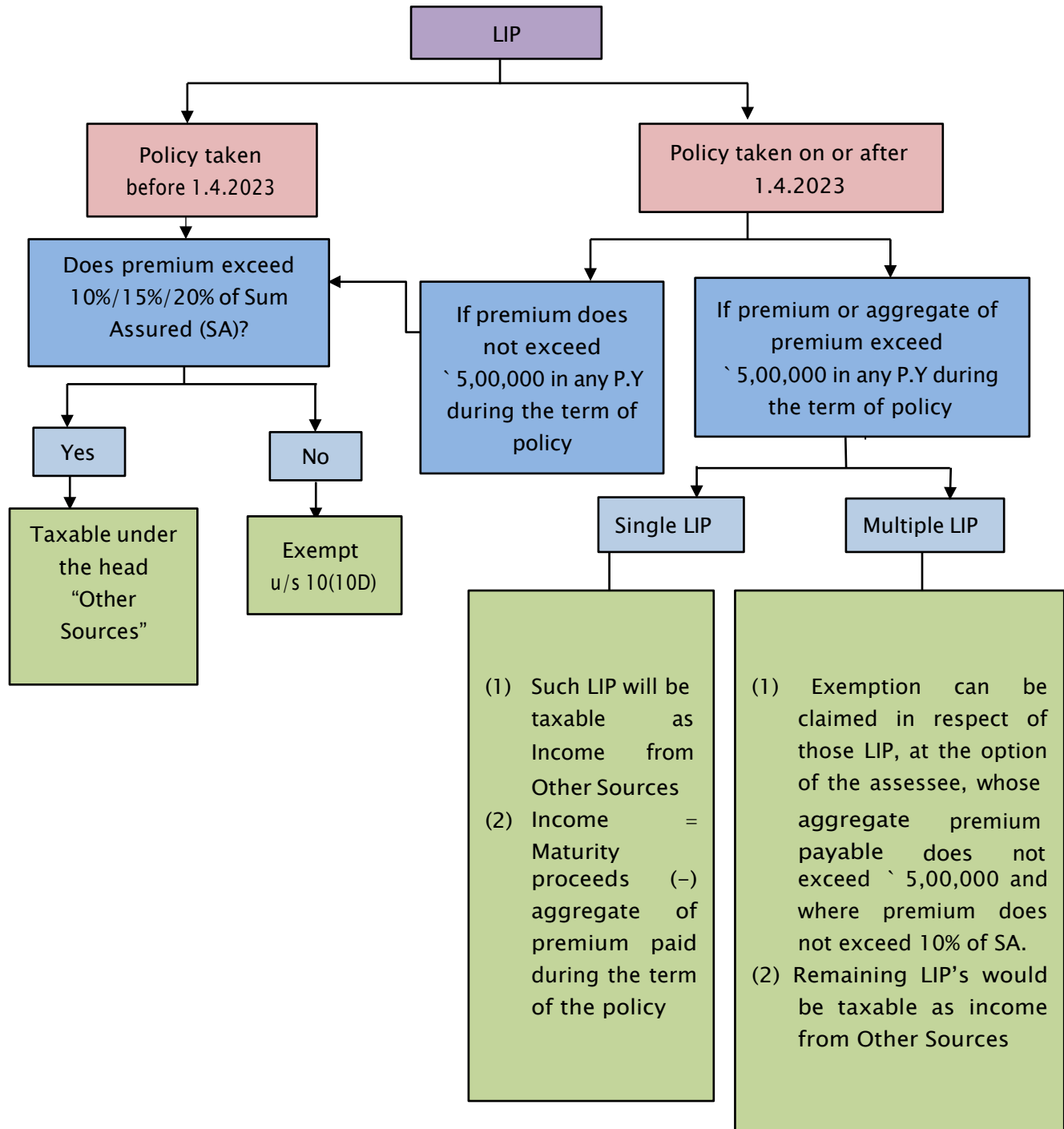
	The difference between the stamp duty value and the consideration, if such difference is more than the higher of ₹ 50,000 and 10% of consideration.
--	---

**However, any sum of money or value of property received in the following circumstances would be outside the ambit of section 56(2)(x)**

- (i) from any relative; or*
  - (ii) on the occasion of the marriage of the individual; or*
  - (iii) under a will or by way of inheritance; or*
  - (iv) in contemplation of death of the payer or donor, as the case may be; or*
  - (v) from any local authority; or*
  - (vi) from any fund or foundation or university or other educational institution or hospital or other medical institution or any trust or institution; or*
  - (vii) from or by any trust or institution registered; or*
  - (viii) by any fund or trust or institution or any university or other educational institution or any hospital or other medical institution; or*
  - (ix) by way of transaction not regarded as transfer under specified clauses of section 47; or*
  - (x) from an individual by a trust created or established solely for the benefit of relative of the individual; or*
  - (xi) by an individual, from any person, in respect of any expenditure actually incurred by him on his medical treatment or treatment of any member of his family, for any illness related to COVID-19 subject to conditions notified by the Central Government; or*
  - (xii) by a member of the family of a deceased person from the employer of the deceased person (without any limit); or from any other person or persons to the extent that such sum or aggregate of such sums ≤ ₹ 10 lakhs, where the cause of death of such person is illness related to COVID-19 and the payment is received within 12 months from the date of death of such person; and subject to such other conditions notified by the Central Government; or*
  - (xiii) from such class of persons and subject to such conditions, as may be prescribed.*
-

## INCOME FROM OTHER SOURCES

**SUM RECEIVED, INCLUDING THE AMOUNT ALLOCATED BY WAY OF BONUS, UNDER A LIFE INSURANCE POLICY (LIP) OTHER THAN UNDER A ULIP AND KEYMAN INSURANCE POLICY, WHICH IS NOT EXEMPT UNDER SECTION 10(10D)**



## INCOME FROM OTHER SOURCES

### TAXATION OF CERTAIN INCOMES

Income	Winnings from lotteries, crossword puzzles, races including horse races, card games and other games, gambling, betting etc. (other than winning from any online game)	Unexplained cash credits/ investments/ money, bullion, jewellery etc./ expenditure, etc.	Net winnings from online games
<b>Section</b>	<b>115BB</b>	<b>115BBE</b>	<b>115BBJ</b>
<b>Tax rate</b>	30% of such winnings (further increased by surcharge, if applicable, and health and education cess@4%)	60% of such income plus surcharge @25% of tax (Effective rate of tax is 78%, including health and education cess@4%)	30% of net winnings from online game (further increased by surcharge, if applicable, and health and education cess@4%)
<b>Other conditions</b>	<ul style="list-style-type: none"> <li>➤ No expenditure or allowance can be allowed from such income.</li> <li>➤ Deduction under Chapter VI-A is not allowable from such income.</li> <li>➤ Adjustment of unexhausted basic exemption limit is also not permitted against such income.</li> <li>➤ Set-off of losses is not permissible against such income.</li> </ul>		

### DEDUCTIONS ALLOWABLE [SECTION 57]

S. No.	Particulars	Deduction
1.	In case of dividend or income in respect of units of mutual fund or income in respect of units from a specified company	Interest expenditure to earn such income. However, such interest expenses cannot exceed 20% of such income included in total income, without deduction under this section.
2.	In case of interest on securities	Any reasonable sum paid by way of commission or remuneration to a banker or any other person.

## INCOME FROM OTHER SOURCES

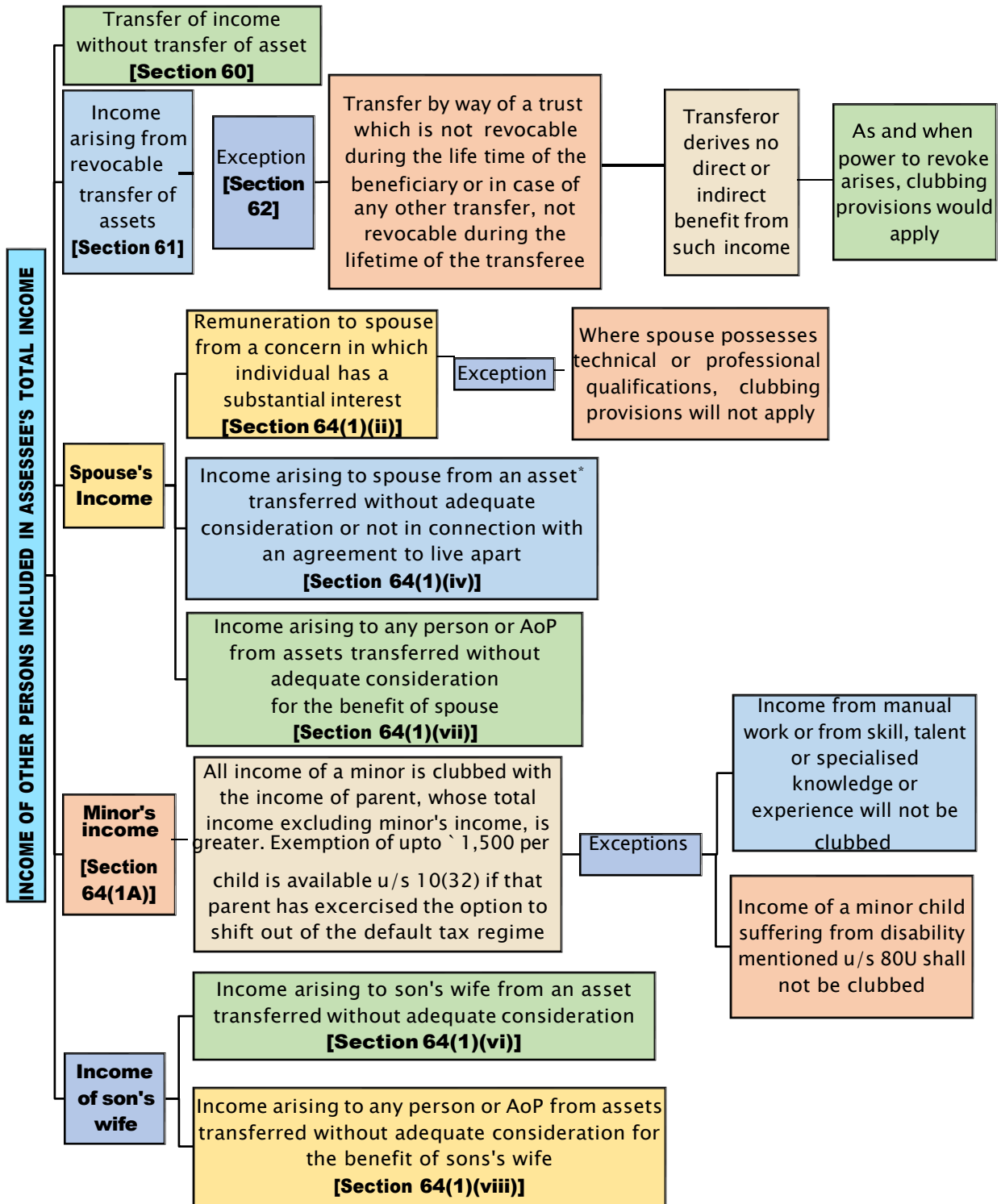
3.	Income consists of recovery from employees as contribution to any PF, superannuation fund etc.	Amount of contribution remitted before the due date under the respective Acts, in accordance with the provisions of section 36(1)(va).
4.	Income from letting on hire of machinery, plant and furniture, with or without building	Current repairs to the machinery, plant, furniture or building, insurance premium, depreciation/ unabsorbed depreciation.
5.	Family Pension	Sum equal to - 33 1/3% of such income or - ` 15,000 (in case of optional tax regime) or - ` 25,000 (in case of default tax regime), whichever is less.
6.	Interest on compensation/ enhanced compensation received	50% of such interest income.

## DEDUCTIONS NOT ALLOWABLE [SECTION 58]

S. No.	Deductions not allowable
1.	Any personal expense of the assessee.
2.	Any interest chargeable to tax under the Act which is payable outside India on which tax has not been paid or deducted at source.
3.	Any payment chargeable to tax under the head "Salaries", if it is payable outside India unless tax has been paid thereon or deducted at source.
4.	Any expenditure in respect of which a payment or aggregate payments exceeding ` 10,000 is made to a person in a day otherwise than by account payee cheque or draft or ECS through bank account or through such other prescribed electronic mode such as credit card, debit card, net banking, IMPS, UPI, RTGS, NEFT and BHIM Aadhar pay.
5.	30% of expenditure in respect of sum which is payable to a resident on which tax is deductible at source, if such tax has not been deducted or after deduction has not been paid on or before the due date of return specified in section 139(1).
6.	Expenditure incurred in connection with casual income.

# CLUBBING PROVISIONS

## CLUBBING PROVISIONS



\* In case of transfer of house property to spouse without adequate consideration, transferor will be deemed as owner of such property as per section 27(i). In such a case, section 64(1)(iv) will not apply.

## SET-OFF OR CARRY FORWARD & SET-OFF LOSSES

# SET OFF OR CARRY FORWARD & SET OFF OF LOSSES

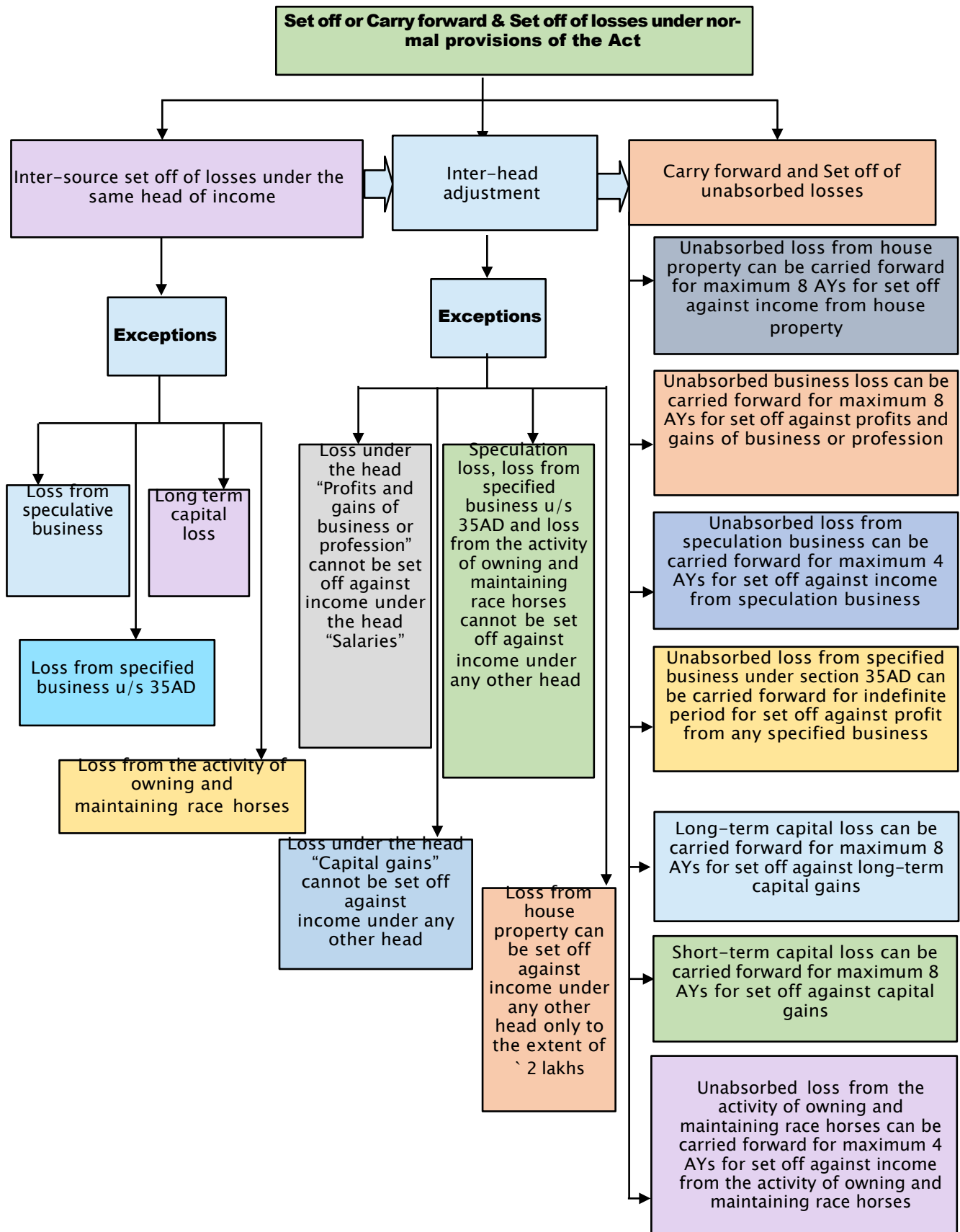


### Note -

Following brought forward losses/ depreciation is not allowed to be set off while computing total income under default tax regime under section 115BAC

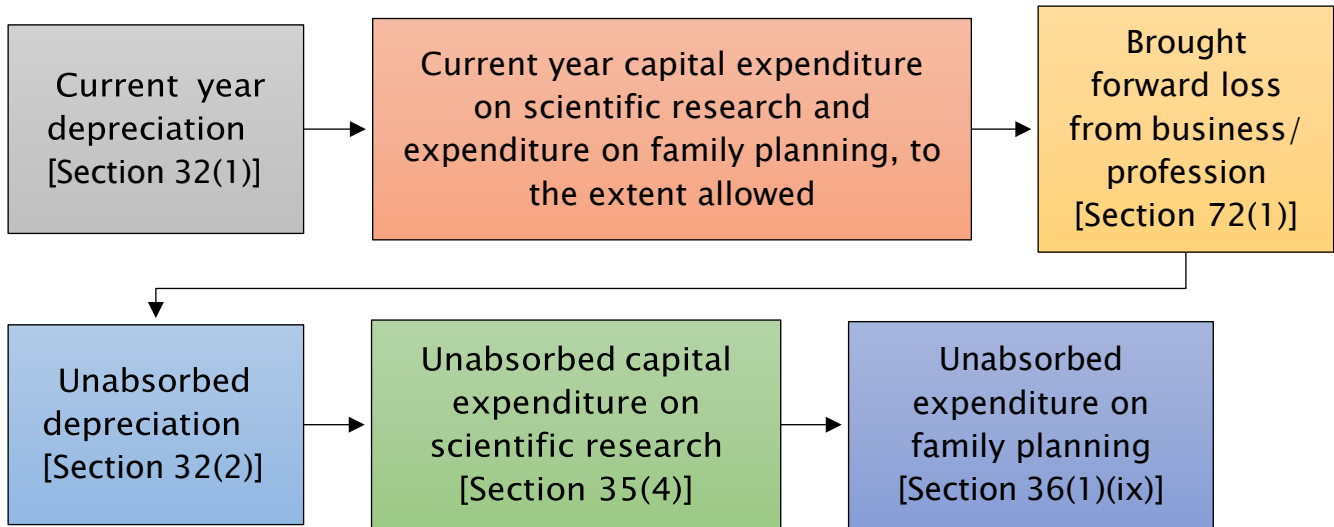
1. Brought forward loss from self-occupied house property
2. Brought forward business loss of specified business u/s 35AD
3. Brought forward business loss on account of deduction u/s 35(1)(ii)/(iia)/(iii) or u/s 35(2AA)
4. Unabsorbed depreciation attributable to additional depreciation u/s 32(1)(iia).

# SET-OFF OR CARRY FORWARD & SET-OFF LOSSES



## SET-OFF OR CARRY FORWARD & SET-OFF LOSSES

### Order of set off

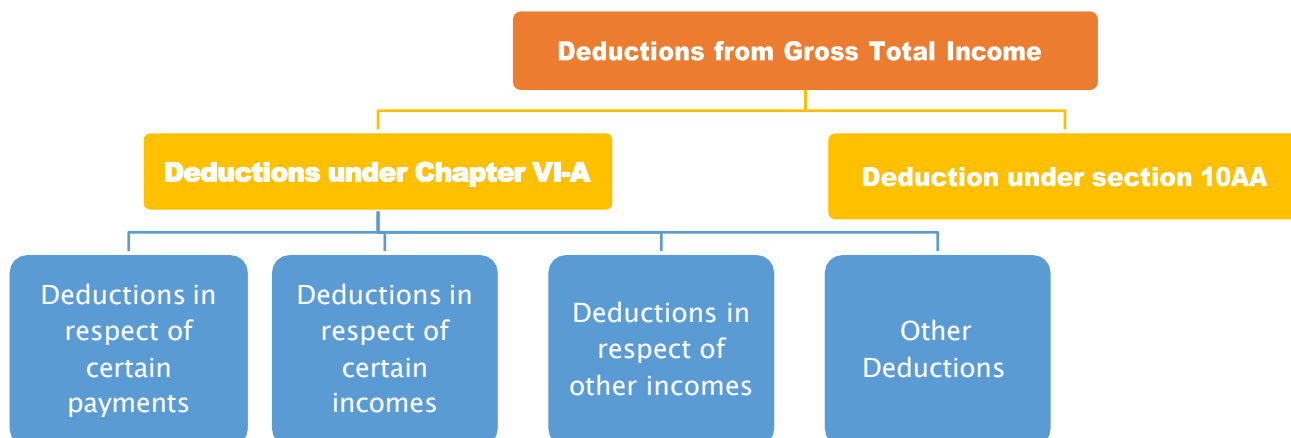


As per section 80, filing of loss return under section 139(3) within the due date specified under section 139(1) is mandatory for carry forward of the above losses except loss from house property (in case of normal provisions of the Act) and unabsorbed depreciation.



## DEDUCTIONS FROM GROSS TOTAL INCOME

# DEDUCTIONS FROM GROSS TOTAL INCOME



## DEDUCTIONS IN RESPECT OF CERTAIN PAYMENTS

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
<b>80C</b>	Individual or HUF	<p><b>Contribution to PPF, Payment of LIC premium, etc.</b></p> <p>Sums paid or deposited in the previous year by way of</p> <ul style="list-style-type: none"> <li>- Life insurance premium</li> <li>- Contribution to PPF / SPF / RPF and approved superannuation fund</li> <li>- Repayment of housing loan taken from Govt., bank, LIC, specified employer etc.</li> <li>- Tuition fees to any Indian university, college, school for full-time education of any two children</li> <li>- Term deposit for a fixed period of not less than 5 years with schedule bank</li> </ul>	<p>Sum paid or deposited, subject to a maximum of ₹ 1,50,000</p> <p>[Deduction would be available only if the individual/HUF exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]</p>

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
		<ul style="list-style-type: none"> <li>- Subscription to notified bonds of NABARD</li> <li>- Five year post office time deposit</li> <li>- Senior Citizen's Savings Scheme Account etc.</li> <li>- Contribution by Central Government employee to additional account (Tier II A/c) of NPS referred to u/s 80CCD</li> </ul>	
<b>80CCC</b>	Individual	<p><b>Contribution to certain pension funds</b></p> <p>Any amount paid or deposited to keep in force a contract for any annuity plan of LIC of India or any other insurer for receiving pension from the fund.</p>	<p>Amount paid or deposited, subject to a maximum of ₹ 1,50,000</p> <p>[Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]</p>
<b>80CCD</b>	Individuals employed by the Central Government or any other employer; Any other individual assessee	<p><b>Contribution to Pension Scheme of Central Government</b></p> <p>An individual employed by the Central Government on or after 1.1.2004 or any other employer or any other assessee, being an individual, who has paid or deposited any amount in his account under a notified pension scheme [to his individual pension account [Tier I A/c] under National Pension Scheme &amp; Atal Pension Yojana]</p>	<p><b>Employee's Contribution/ Individual's Contribution</b></p> <p>In case of a salaried individual, deduction of own contribution u/s 80CCD(1) is restricted to 10% of his salary. In any other case, deduction u/s 80CCD(1) is restricted to 20% of gross total income. Further, additional deduction of upto ₹ 50,000 is available u/s 80CCD(1B).</p> <p>[Deduction u/s 80CCD(1) and 80CCD(1B) would be available only if the individual exercises the option of shifting out of the</p>

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
			<p>default tax regime provided u/s 115BAC(1A)]</p> <p><b>Employer's Contribution</b> The entire employer's contribution would be included in the salary of the employee. The deduction of employer's contribution under section 80CCD(2) would be restricted to 14% of salary, where the employer is the Central Government or State Government; and 10% of salary (14% under default tax regime), in case of any other employer. [Deduction u/s 80CCD(2) would be available irrespective of the regime under which he pays tax.]</p>
<p><b>Note</b> – As per section 80CCE, maximum permissible deduction u/s 80C, 80CCC &amp; 80CCD(1) is ` 1,50,000. However, the limit ` 1,50,000 u/s 80CCE does not apply to deduction u/s 80CCD(2) and 80CCD(1B).</p>			
<b>80CCH</b>	Individual	<p><b>Contribution to Agniveer Corpus Fund</b> An individual enrolled in the Agnipath Scheme and subscribing to the Agniveer Corpus Fund on or after 1.11.2022, who has paid or deposited any amount in his account in the Agniveer Corpus Fund</p>	<p><b>Individual's Contribution</b> Whole of the amount paid or deposited [Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided under section 115BAC(1A)]</p> <p><b>Central Government's Contribution</b> The entire Central Government's contribution to the Agniveer Corpus Fund</p>

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction				
			would be included in the salary of the assessee. Thereafter, deduction u/s 80CCH(2) would be available for the same. [Deduction u/s 80CCH(2) would be available irrespective of the regime under which he pays tax]				
<b>80D</b>	Individual and HUF	<p><b>Medical Insurance Premium</b></p> <p>(1) Any premium paid, otherwise than by way of cash, to keep in force an insurance on the health of-</p> <table border="1" style="margin-left: 20px;"> <tr> <td style="padding: 2px;"><b>in case of an individual</b></td> <td style="padding: 2px;">self, spouse and dependent children</td> </tr> <tr> <td style="padding: 2px;"><b>in case of HUF</b></td> <td style="padding: 2px;">family member</td> </tr> </table> <p>(2) In case of an individual, contribution, otherwise than by way of cash, to CGHS or any other scheme as notified by Central Government.</p> <p>(3) Any premium paid, otherwise than by way of cash, to keep in force an insurance on the health of parents, whether or not dependent on the individual.</p> <p><b>Notes:</b></p> <p>(i) Any amount paid, otherwise than by way of</p>	<b>in case of an individual</b>	self, spouse and dependent children	<b>in case of HUF</b>	family member	<p style="text-align: center;">Maximum ` 25,000 (` 50,000, in case the individual or his or her spouse is a senior citizen)</p> <p style="text-align: center;">Maximum ` 25,000 (` 50,000, in case either or both of the parents are senior citizen(s))</p> <p>Amount paid subject to a cap of ` 50,000 (in case one</p>
<b>in case of an individual</b>	self, spouse and dependent children						
<b>in case of HUF</b>	family member						

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
		<p>cash, on account of medical expenditure incurred on the health of the assessee or his family member or his parent, who is a senior citizen and no amount has been paid to effect or to keep in force an insurance on the health of such person.</p> <p>(ii) Payment, including cash payment, for preventive health check up of himself, spouse, dependent children and parents.</p> <p>(iii) In case where medical premium is paid lumpsum for more than one year</p>	<p>parent is a senior citizen, in respect of whom insurance premium is paid, and the other is a senior citizen on whom medical expenditure is incurred, the total deduction cannot exceed ₹ 50,000)</p> <p>Amount paid subject to a cap of ₹ 5,000, in aggregate (subject to the overall individual limits of ₹ 25,000/ ₹ 50,000, as the case may be)</p> <p>Deduction for each of the relevant previous year = 1/number of relevant previous year</p> <p>Relevant previous year means previous year in which such lumpsum is paid and the subsequent previous years during which the insurance would be in force.</p> <p>[Deduction would be available only if the individual/HUF exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]</p>
<b>80DD</b>	Resident Individual or HUF	<p><b>Maintenance including medical treatment of a dependant disabled</b></p> <p>Any amount incurred for the medical treatment (including</p>	<p>Flat deduction of ₹ 75,000. In case of severe disability (i.e., person with 80% or more disability) the flat deduction shall be ₹ 1,25,000.</p>

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction						
		<p>nursing), training and rehabilitation of a dependent disabled  <b>and / or</b>                      Any amount paid or deposited under the scheme framed in this behalf by the LIC or any other insurer or Administrator or Specified Company and approved by Board.</p> <p><b>Meaning of Dependant</b></p> <table border="1" style="width: 100%; height: 100px;"> <tr> <td style="width: 50%;"></td> <td style="width: 50%;"></td> </tr> <tr> <td></td> <td></td> </tr> <tr> <td></td> <td></td> </tr> </table> <p>Persons mentioned in column (2) should be wholly or mainly dependant on the person mentioned in corresponding column (1) for support and maintenance. Such persons should not have claimed deduction under section 80U in computing total income of that year.</p>							[Deduction would be available only if the individual/HUF exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]
<b>80DDB</b>	Resident Individual or HUF	<p><b>Deduction for medical treatment of specified diseases or ailments</b>                      Amount paid for specified diseases or ailment</p> <table border="1" style="width: 100%;"> <tr> <th style="background-color: #FFD700;">Assessee</th> <th style="background-color: #FFD700;">Amount spent</th> </tr> <tr> <td style="background-color: #FFD700;">An individual</td> <td style="background-color: #FFD700;">For himself or his dependant being spouse, children,</td> </tr> </table>	Assessee	Amount spent	An individual	For himself or his dependant being spouse, children,	<p>Actual sum paid or ` 40,000 ( ` 1,00,000, if the payment is for medical treatment of a senior citizen), whichever is less,                      (-)                      the amount received from the insurance company or reimbursed by the employer.                      [Deduction would be available</p>		
Assessee	Amount spent								
An individual	For himself or his dependant being spouse, children,								

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments		Permissible Deduction
			parents, brothers or sisters, wholly or mainly dependant on the individual for support and maintenance	only if the individual/HUF exercises the option of shifting out of the default tax regime provided under section 115BAC(1A)]
		A HUF	For any member	
<b>80E</b>	Individual	<p><b>Interest on loan taken for higher education</b></p> <p>Interest on loan taken from any financial institution or approved charitable institution.</p> <p>Such loan is taken for pursuing his higher education or higher education of his or her relative i.e., spouse or children of the individual or the student for whom the individual is the legal guardian.</p>		<p>The deduction is available for interest payment in the initial assessment year (year of commencement of interest payment) and seven assessment years immediately succeeding the initial assessment year (or) until the interest is paid in full by the assessee, whichever is earlier.</p> <p>[Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided under section 115BAC(1A)]</p>
<b>80EE</b>	Individual	<p><b>Deduction for interest on loan borrowed from any financial institution [bank/housing finance company (HFC)] for acquisition of residential house property</b></p>		<p>Deduction of upto ₹ 50,000 would be allowed in respect of interest on loan taken from a financial institution.</p> <p><b>Conditions:</b></p> <ul style="list-style-type: none"> <li>• Loan should be sanctioned during P.Y.2016-17</li> <li>• Loan sanctioned ≤ ₹ 35 lakhs</li> <li>• Value of house ≤ ₹ 50 lakhs</li> </ul>

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
			<ul style="list-style-type: none"> <li>The assessee should not own any residential house on the date of sanction of loan.</li> </ul> <p>[Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided under section 115BAC(1A)]</p>
<b>80EEA</b>	Individual	<b>Deduction in respect of interest payable on loan taken from a financial institution (bank/HFC) for acquisition of residential house property</b>	<p>Deduction of upto ` 1,50,000 would be allowed in respect of interest payable on loan taken from a financial institution for acquisition of house property.</p> <p><b>Conditions:</b></p> <ul style="list-style-type: none"> <li>Loan should be sanctioned during the period between 1.4.2019 to 31.3.2022.</li> <li>Stamp Duty Value of house ≤ ` 45 lakhs</li> <li>The individual should not own any residential house on the date of sanction of loan.</li> <li>The individual should not be eligible to claim deduction u/s 80EE.</li> </ul> <p>[Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]</p>

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
<b>80EEB</b>	Individual	<b>Deduction in respect of interest payable on loan taken from a financial institution (bank or certain NBFCs) for purchase of electric vehicle</b>	<p>Deduction of upto ₹ 1,50,000 would be allowed in respect of interest payable on loan taken for purchase of electric vehicle.</p> <p>Loan should be sanctioned during the period from 1.4.2019 to 31.3.2023.</p> <p>[Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]</p>
<b>80G</b>	All assesseees	<b>Donations to certain funds, charitable institutions etc.</b> <b>There are four categories of deductions –</b>	
		<b>Category</b>	<b>Donee</b>
		(I) 100% deduction of amount donated, without any qualifying limit	Prime Minister's National Relief Fund, National Children's Fund, Swachh Bharat Kosh, National Defence Fund, PM CARES Fund etc.
		(II) 50% deduction of amount donated, without any qualifying limit	Prime Minister's Drought Relief Fund.
		(III) 100% deduction of amount donated, subject to qualifying limit	Government or local authority, institution for promotion of family planning etc.
		(IV) 50% deduction of amount donated, subject to qualifying limit	Government or any local authority to be used for charitable purpose, other than promotion of family planning, notified temple, church, gurudwara, mosque etc.

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction				
		<p><b>Calculation of Qualifying limit for Category III &amp; IV donations:</b></p> <p><b>Step 1:</b> Compute adjusted total income, i.e., the gross total income as reduced by the following:</p> <table border="1" style="margin-left: 20px;"> <tr> <td style="width: 20px;">1.</td> <td>Deductions under Chapter VI-A, except u/s 80G</td> </tr> <tr> <td>2.</td> <td>Capital gains taxable u/s 111A, 112 &amp; 112A</td> </tr> </table> <p><b>Step 2:</b> Calculate 10% of adjusted total income.</p> <p><b>Step 3:</b> Calculate the actual donation, which is subject to qualifying limit</p> <p><b>Step 4:</b> Lower of Step 2 or Step 3 is the maximum permissible deduction.</p> <p><b>Step 5:</b> The said deduction is adjusted first against donations qualifying for 100% deduction (i.e., Category III donations). Thereafter, 50% of balance qualifies for deduction under section 80G.</p> <p><i>Note - No deduction shall be allowed for donation in excess of ` 2,000, if paid in cash.</i></p> <p>[In case of individuals, HUF, AoP (other than a co-operative society) or BoI or an artificial juridical person, deduction would be available only if they exercise the option of shifting out of the default tax regime provided under section 115BAC(1A)]</p>		1.	Deductions under Chapter VI-A, except u/s 80G	2.	Capital gains taxable u/s 111A, 112 & 112A
1.	Deductions under Chapter VI-A, except u/s 80G						
2.	Capital gains taxable u/s 111A, 112 & 112A						
<b>80GG</b>	Individual not in receipt of house rent allowance	<b>Rent paid for residential accommodation</b>	<p>Least of the following is allowable as deduction:</p> <ol style="list-style-type: none"> <li>(1) 25% of total income;</li> <li>(2) Rent paid - 10% of total income</li> <li>(3) ` 5,000 p.m.</li> </ol> <p>No deduction if any residential accommodation is owned by the assessee/his spouse/minor child/ HUF at the place where he ordinarily resides or performs the duties of his office or employment or carries on his business or profession.</p>				

## DEDUCTIONS FROM GROSS TOTAL INCOME

Section	Eligible Assessee	Eligible Payments	Permissible Deduction
			[Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided under section 115BAC(1A)]
<b>80GGA</b>	Any assessee not having income chargeable under the head “Profits and gains of business or profession”	<b>Donations for scientific research or rural development</b>	Actual donation [No deduction shall be allowed for donation in excess of ₹ 2,000, if paid in cash] [Deduction would be available to individual, HUF, AoP (other than a co-operative society) or BoI or an artificial juridical person only if they exercise the option of shifting out of the default tax regime provided u/s 115BAC(1A)]
<b>80GGB</b>	Indian company (not opting for section 115BAA/ 115BAB)	<b>Contributions to political parties</b> Any sum contributed by it to a registered political party or an electoral trust.	Actual contribution (otherwise than by way of cash)
<b>80GGC</b>	Any person, other than local authority and an artificial juridical person funded by the Government	<b>Contributions to political parties</b> Amount contributed to a registered political party or an electoral trust.	Actual contribution (otherwise than by way of cash) [An individual, HUF, AoP (other than a co-operative society) or BoI would be eligible for deduction u/s 80GGC only if the assessee exercise the option of shifting out of the default tax regime provided u/s 115BAC(1A)]

## DEDUCTIONS FROM GROSS TOTAL INCOME

### DEDUCTIONS IN RESPECT OF CERTAIN INCOMES

Section	Eligible Assessee	Eligible Income	Permissible Deduction
<b>80JJAA</b>	An assessee to whom section 44AB applies, whose gross total income includes profits and gains derived from business	Deduction in respect of employment of new employees	30% of additional employee cost incurred in the previous year. Deduction is allowable for 3 assessment years including assessment year relevant to the previous year in which such employment is provided. [Deduction would be available irrespective of the regime under which the employer pays tax]
<b>80QQB</b>	Resident individual, being an author	<b>Royalty income, etc., of authors of certain books other than text books</b> Consideration for assignment or grant of any of his interests in the copyright of any book, being a work of literary, artistic or scientific nature or royalty or copyright fee received as lumpsum or otherwise	Income derived in the exercise of profession or ` 3,00,000, whichever is less. In respect of royalty or copyright fee received otherwise than by way of lumpsum, income to be restricted to 15% of value of books sold during the relevant previous year. [Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided under section 115BAC(1A)]
<b>80RRB</b>	Resident individual, being a patentee	<b>Royalty on patents</b> Any income by way of royalty on patents registered on or after 1.4.2003	Whole of such income or ` 3,00,000, whichever is less. [Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]

As per section 80AC, furnishing return of income on or before due date is mandatory for claiming deduction in respect of certain incomes.

## DEDUCTIONS FROM GROSS TOTAL INCOME

### DEDUCTIONS IN RESPECT OF OTHER INCOME

Section	Eligible Assessee	Eligible Income	Permissible Deduction
<b>80TTA</b>	Individual, other than a resident senior citizen or HUF	<b>Interest on deposits in savings account</b> Interest on deposits in a savings account with a bank, a co-operative society or a post office (not being time deposits, which are repayable on expiry of fixed periods)	Actual interest subject to a maximum of ` 10,000. [Deduction would be available only if the individual/HUF exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]
<b>80TTB</b>	Resident senior citizen (i.e., an individual of the age of 60 years or more at any time during the previous year)	<b>Interest on deposits</b> Interest on deposits (both fixed deposits and saving accounts) with banking company, co-operative society engaged in the business of banking or a post office	Actual interest or ` 50,000, whichever is less. [Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]

### OTHER DEDUCTIONS

Section	Eligible Assessee	Condition for deduction	Permissible Deduction
<b>80U</b>	Resident Individual	<b>Deduction in case of a person with disability</b> Any person, who is certified by the medical authority to be a person with disability	Flat deduction of ` 75,000, in case of a person with disability. Flat deduction of ` 1,25,000, in case of a person with severe disability (80% or more disability). [Deduction would be available only if the individual exercises the option of shifting out of the default tax regime provided u/s 115BAC(1A)]

## DEDUCTIONS FROM GROSS TOTAL INCOME

### DEDUCTION UNDER SECTION 10AA

Section	Eligible Assessee	Eligible Income	Permissible Deduction
<b>10AA</b>	An assessee who derives profits from an under-taking, being a Unit established in SEZ, which begins to manufacture or produce articles or things or provide any service on or after 1.4.2005 but before 1.4.2021	<p>Profits derived from exports of such articles or things or export of services (including computer software).</p> <p><b>Conditions for deduction</b></p> <ol style="list-style-type: none"> <li>1. Proceeds to be received in convertible foreign exchange within 6 months from the end of the P.Y. or such further period as the competent authority may allow in this behalf.</li> <li>2. The report of Chartered Accountant certifying that the deduction has been correctly claimed should be furnished before the date specified in section 44AB.</li> <li>3. Return of income to be filed on or before due date u/s 139(1).</li> </ol>	<p>Deduction for 15 consecutive assessment years</p> <p><b>Amount of deduction =</b></p> $\frac{\text{Profits of Unit in SEZ} \times \text{Export turnover of Unit SEZ}}{\text{Total turnover of Unit SEZ}}$ <p><b>Years 1 to 5</b> – 100% of such profits would be exempt in the first five years;</p> <p><b>Years 6 to 10</b> – 50% of such profits in the next five years; and</p> <p><b>Years 11 to 15</b> – In the last five years, 50% of such profits subject to transfer to SEZ Re-investment Reserve Account.</p> <p>[In case of individuals, HUF, AoP (other than a co-operative society), BoI or an artificial juridical person, deduction would be available only if they exercise the option of shifting out of the default tax regime provided u/s 115BAC(1A)]</p>