

# Tax Rates for AY 2021-22

(Old Regime)

- In case of an Individual (resident or non-resident) or HUF or AOP or BOI or any other artificial juridical person.

## Individuals

**(Other than senior and super senior citizen)**

| 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%                |

## Senior Citizen

**(Who is 60 years or more at any time during the PY)**

| Net Income Range              | Rate of Income-tax |
|-------------------------------|--------------------|
| Up to Rs. 3,00,000            | -                  |
| Rs. 3,00,000 to Rs. 5,00,000  | 5%                 |
| Rs. 5,00,000 to Rs. 10,00,000 | 20%                |
| Above Rs. 10,00,000           | 30%                |

## Super Senior Citizen

**(Who is 80 years or more at any time during the PY)**

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

## Hindu Undivided Family (Including AOP, BOI and Artificial Juridical Person)

| 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%                |

### 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                | Rate of Surcharge |
|--------------------------------|-------------------|
| > Rs. 50 Lakhs to Rs. 1 Crore  | 10%               |
| > Rs. 1 Crore to Rs. 2 Crores  | 15%               |
| > Rs. 2 Crores to Rs. 5 Crores | 25%               |
| > Rs. 5 crores                 | 37%               |

**Note:** The enhanced surcharge of 25% & 37%, as the case may be, is not levied, from income chargeable to tax under sections 111A, 112A and 115AD. Hence, the maximum rate of surcharge on tax payable on such incomes shall be 15%.

### Health and Education Cess:

The amount of income-tax and the applicable surcharge, shall be further increased by health and education cess calculated at the rate of 4% percent of such income-tax and surcharge.

## Partnership Firm /LLP & Local Authority

A partnership firm (including LLP) is taxable at 30%.

### Surcharge:

- Total Income > 1 Crore
- Surcharge at the rate of 12%

HEC: @ 4%

## Domestic Company

| <b>Domestic Company</b>  | <b>Tax rates</b> |
|--|------------------|
| Where its Total turnover or gross receipt during the PY 2018-19 does not exceed Rs. 400 crores | 25%              |
| Any other domestic company   | 30%              |

### Surcharge:

| <b>Total Income</b>           | <b>Rate</b> |
|-------------------------------|-------------|
| >Rs.1 crore up to Rs.10 crore | 7%          |
| >Rs.10 crore                  | 12%         |

HEC: @ 4%

## Special Tax rates applicable to a domestic company

The special Income-tax rates applicable in case of domestic companies for assessment year 2021-22 and 2022-23 are as follows:

| Domestic Company                  | Tax rates |
|-----------------------------------|-----------|
| Where it opted for section 115BA  | 25%       |
| Where it opted for Section 115BAA | 22%       |
| Where it opted for Section 115BAB | 15%       |

**Surcharge:** The rate of surcharge in case of a company opting for taxability under Section 115BAA or Section 115BAB shall be **flat 10%** irrespective of amount of total income.

**HEC:** @ 4%

## Foreign Company

| <u>Nature of Income</u>   | <u>Tax Rate</u> |
|---|-----------------|
| Royalty received from Government or an Indian concern in pursuance of an agreement made with the Indian concern | 50%             |
| Any other income  | 40%             |

**Surcharge:**

| Income                        | Rate |
|-------------------------------|------|
| >Rs.1 crore up to Rs.10 crore | 2%   |
| >Rs.10 crore                  | 5%   |

**HEC:** @ 4%

## Co-operative Society

| <b>Taxable income</b>    | <b>Tax Rate</b> |
|--------------------------|-----------------|
| Up to Rs. 10,000         | 10%             |
| Rs. 10,000 to Rs. 20,000 | 20%             |
| Above Rs. 20,000         | 30%             |

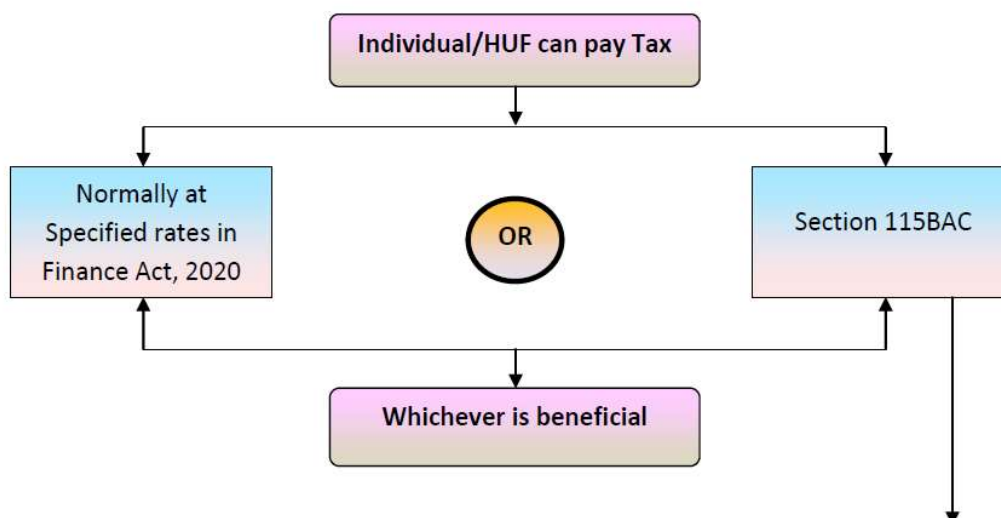
**Surcharge:** @ 12% (TI > 1 Crore)

**HEC:** @ 4%

# Tax Rates for AY 2021-22

(New Regime u/s 115BAC)

Section 115BAC (Optional) Section for **Ind / HUF** from A.Y.2021-22



| Section 115BAC |                                     |             |
|----------------|-------------------------------------|-------------|
| Sl.No          | Total Income                        | Rate of Tax |
| 1              | Up to Rs. 2,50,000                  | Nil         |
| 2              | From Rs. 2,50,001 to Rs. 5,00,000   | 5%          |
| 3              | From Rs. 5,00,001 to Rs. 7,50,000   | 10%         |
| 4              | From Rs. 7,50,001 to Rs. 10,00,000  | 15%         |
| 5              | From Rs. 10,00,001 to Rs. 12,50,000 | 20%         |
| 6              | From Rs. 12,50,001 to Rs. 15,00,000 | 25%         |
| 7              | Above Rs. 15,00,000                 | 30%         |

### Note 1 & 2

#### 1. Exemptions & Benefits that cannot be claimed

- 10(5) : Leave Travel Concession
- 10(13A) : House Rent Allowance
- 10(14) : Notified Exemption of Allowances for Salaried Employees
- 10(17) : Allowance to M.P & M.L.A's
- 10(32) : Exemption to Clubbed Income
- 10AA : Exemption to Unit in SEZ
- Sec. 16 : Standard Deduction , Entertainment allowance & Profession tax
- 24 : Interest on Housing Loan
- 32(1)(iia) : Additional Depreciation
- 33AB : Tea, coffee & Rubber Development Account
- 33ABA : Site Restoration Fund
- 35 : Scientific Research, Agricultural Extension project etc.,
- 80C to 80U except 80JJAA & 80CCD (2)
- C/F of loss / Unabsorbed Depreciation

#### 2. ROI should be submitted within due date

### Note 3

#### Section 115 BAC

Opted in A.Y.  
2021-22

Always appl. In  
subsequent years

Not opted in  
A.Y. 2021-22

Later Assessee cannot  
opt. i.e. for further years  
normal rates of tax only

So decision should be taken by assessee in A.Y. 2021-2022 itself.

But this condition is for Person having PGBP income only. If assessee does not have PGBP income, then his wish for every year to opt 115BAC or not

#### Note:4

- ✓ Rebate u/s 87A is Allowed
- ✓ Any special rate incomes like CG, Casual Incomes etc. then Special Rate should be applicable on those incomes and for balance Incomes, tax u/s 115BAC will be applicable
- ✓ Surcharge (if Applicable) + HEC @ 4% shall be levied
- ✓ Transport allowances in case of a specially-abled person.
- ✓ Conveyance allowance received to meet the conveyance expenditure incurred as part of the employment
- ✓ Any compensation received to meet the cost of travel on tour or transfer
- ✓ AMT is not applicable for Assessee opting 115BAC
- ✓ If Belated return filed in further years, then normal provisions apply for that year & for subsequent years also
- ✓ Salaried employees should intimate employer that Assessee wants to opt 115BAC & to deduct TDS accordingly.
- ✓ If such intimation is not made by Assessee, then normal provisions would apply.



## **Procedural Requirement for opting S.115BAC:**

- Form 10-IE is a declaration made by the return filers for choosing the 'New tax regime'
- Filed Electronically
- Verified through EVC or DSC
- Applicable to the Individual & HUF who is having Business Income
- If Form 10-IE is NOT filed department will calculate the tax based on old regime tax rates

## **Content of Form: –**

Basic details required to file Form 10IE are mentioned below:

- ✓ Name of the individual / HUF
- ✓ Confirmation of whether the individual or HUF have any income under 'Profit or gains from business and profession'.
- ✓ PAN number
- ✓ Address
- ✓ Date of birth/ date of incorporation
- ✓ Nature of business/ profession (Mandatory in case of business income)
- ✓ Confirmation in 'yes/no' of whether the taxpayer has any unit in IFSC (International financial service centre) as mentioned in sub-section (1A) of section 80LA. Suppose the answer is yes, then details of the unit to be provided.
- ✓ Details of any previous Form 10IE filed.
- ✓ Declaration

By

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