

UNIT – 4th

TAX PAYMENT

Return of Income

The starting point for assessment of income is furnishing of return of income. Filing of return of income is mandatory for certain category of assesseees. Incidental provisions for accompaniments to the return of income, error correction and belated returns have been made. Now filing of the return electronically has been made mandatory for certain category of assesseees.

Return of income is the format in which the assessee has to furnish information as to his total income and tax payable. The format for filing of returns by different assesseees is notified by the CBDT.

Compulsory Filing of Return of Income

[Section 139(1)]

- (1) As per section 139(1), it is compulsory for companies and firms to file a return of income for every Previous Year.
- (2) In case of a person other than a company or a firm, filing of return of income is mandatory, if his total income or the total income of any other person in respect of which he is assessable under this Act during the Previous Year exceeds the basic exemption limit.
- (3) Such persons should, on or before the due date, furnish a return of income in the prescribed form and verified in the prescribed manner and setting forth such other particulars as may be prescribed.

Cont...

(4) Further, every person, being an individual or a HUF or an AOP or BOI or an artificial juridical person—

- whose total income or the total income of any other person in respect of which he is assessable under this Act during the Previous Year

- without giving effect to the provisions of section 10A or 10B or 10BA or Chapter VI-A - exceeded the basic exemption limit is required to file a return of his income or income of such other person.

Thank You