

**Kalpesh D Katira & Co.**

Chartered Accountants

# Income-tax Return E-filing & Rectification



CA Kalpesh Katira  
15 June 2019

# Table of contents

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- Income-tax return e-filing
  - Overview of Income-tax in India
  - Legal Status and Residential Status
  - Heads of Income
  - Preparation of Computation of Income
  - Types of ITR
- Rectification

# Overview of Income-tax in India

# Overview of Income-tax in India

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- The income-tax law in India consists of the following components.
  - Income Tax Act
  - Annual Finance Acts
  - Income Tax Rules
  - Circulars / Notifications
  - Legal decisions of Courts

# Overview of Income-tax in India

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- The levy of income-tax in India is governed by the Income-tax Act, 1961. We shall briefly refer to this as the Act.
- This Act came into force on 1st April, 1962.
- The Act contains 298 sections and XIV schedules.
- These undergo change every year with additions and deletions brought about by the Finance Act passed by Parliament.
- In pursuance of the power given by the Income-tax Act, rules have been framed to facilitate proper administration of the Income-tax Act.
- Every year, the Finance Minister of the Government of India presents the Budget to the Parliament.
- Part A of the budget speech contains the proposed policies of the Government in fiscal areas.

# Overview of Income-tax in India

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- Part B of the budget speech contains the detailed tax proposals.
- In order to implement the above proposals, the Finance Bill is introduced in the Parliament.
- Once the Finance Bill is approved by the Parliament and gets the assent of the President, it becomes the Finance Act.
- The administration of direct taxes is looked after by the Central Board of Direct Taxes (CBDT).
- The CBDT is empowered to make rules for carrying out the purposes of the Act.
- For the proper administration of the Income-tax Act, the CBDT frames rules from time to time. These rules are collectively called Income-tax Rules, 1962. It is important to keep in mind that along with the Income-tax Act, these rules should also be studied.

# Circulars / Notifications

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- Circulars are issued by the CBDT from time to time to deal with certain specific problems and to clarify doubts regarding the scope and meaning of the provisions.
- These circulars are issued for the guidance of the officers and/or assessee.
- The department is bound by the circulars. While such circulars are not binding the assessee they can take advantage of beneficial circulars.

# Case Laws

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- The study of case laws is an important and unavoidable part of the study of income-tax law.
- It is not possible for Parliament to conceive and provide for all possible issues that may arise in the implementation of any Act. Hence the judiciary will hear the disputes between the assessee and the department and give decisions on various issues.
- The Supreme Court is the Apex Court of the country and the law laid down by the Supreme Court is the law of the land.
- The decisions given by various High Courts will apply in the respective states in which such High Courts have jurisdiction.



# Case Laws

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- Income-tax is levied on an assessee's total income. Such total income has to be computed as per the provisions contained in the Income-tax Act, 1961. Let us go step by step to understand the procedure of computation of total income for the purpose of levy of income-tax.
  - Step 1 Determination of residential status
  - Step 2 Classification of income under different heads
  - Step 3 Exclusion of income not chargeable to tax
  - Step 4 Computation of income under each head
  - Step 5 Clubbing of income of spouse, minor child etc.
  - Step 6 Set-off or carry forward and set-off of losses
  - Step 7 Computation of Gross Total Income.
  - Step 8 Deductions from Gross Total Income
  - Step 9 Total income
  - Step 10 Application of the rates of tax on the total income
  - Step 11 Surcharge
  - Step 12 Health and Education cess
  - Step 13 Advance tax, TDS and self-assessment tax

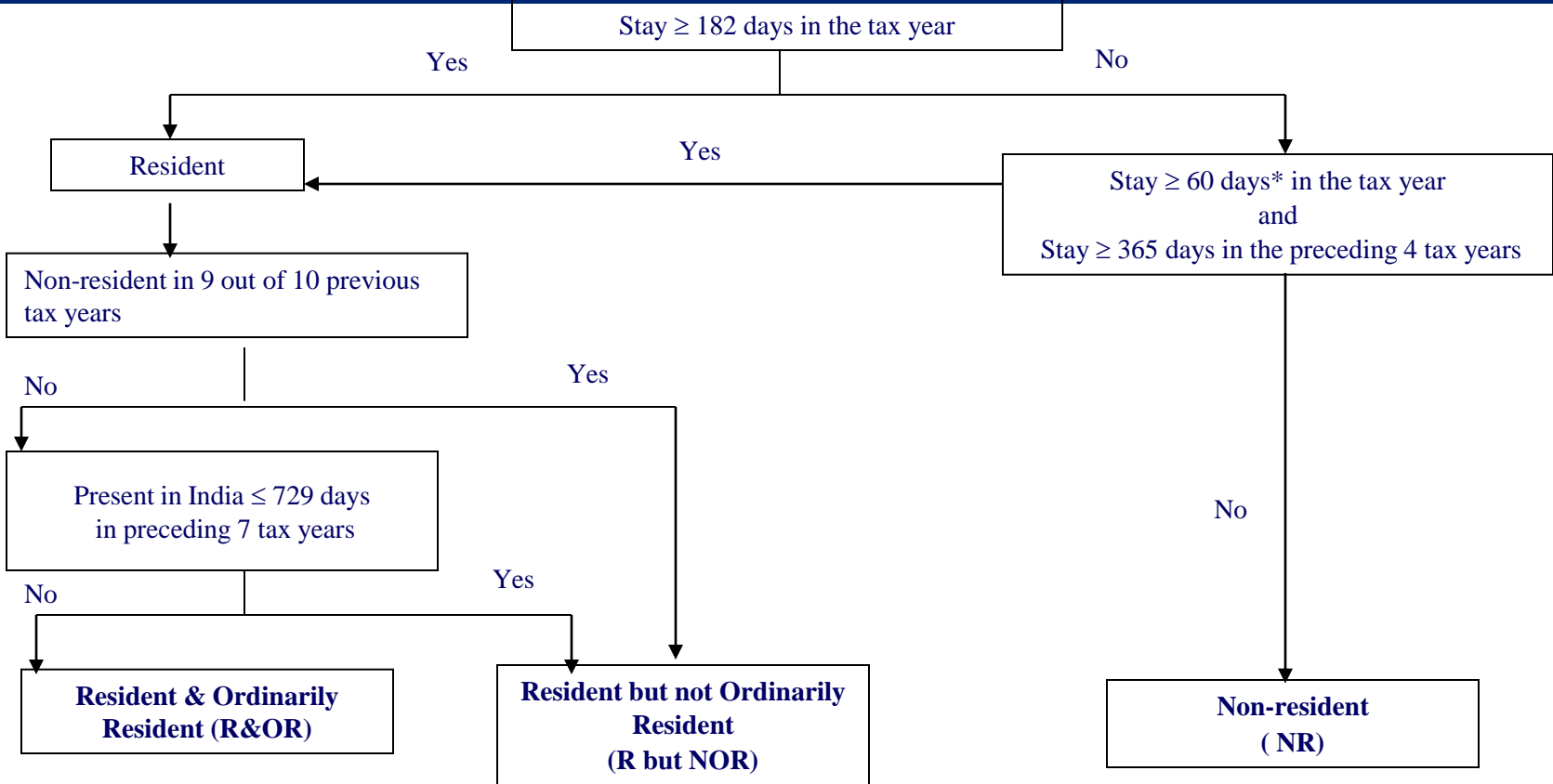
# Legal Status and Residential Status

# Legal Status

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- Individual
- Hindu Undivided Family
- Company
- Firm (includes LLP)
- Association of persons or Body of individual
- Local Authority
- Artificial Juridical Person

# Residential Status



\* the period of 60 days stands extended to 182 days in case of a citizen of India who leaves for the purposes of taking employment outside India.

• Indian Tax Year is from 1 April to 31 March.

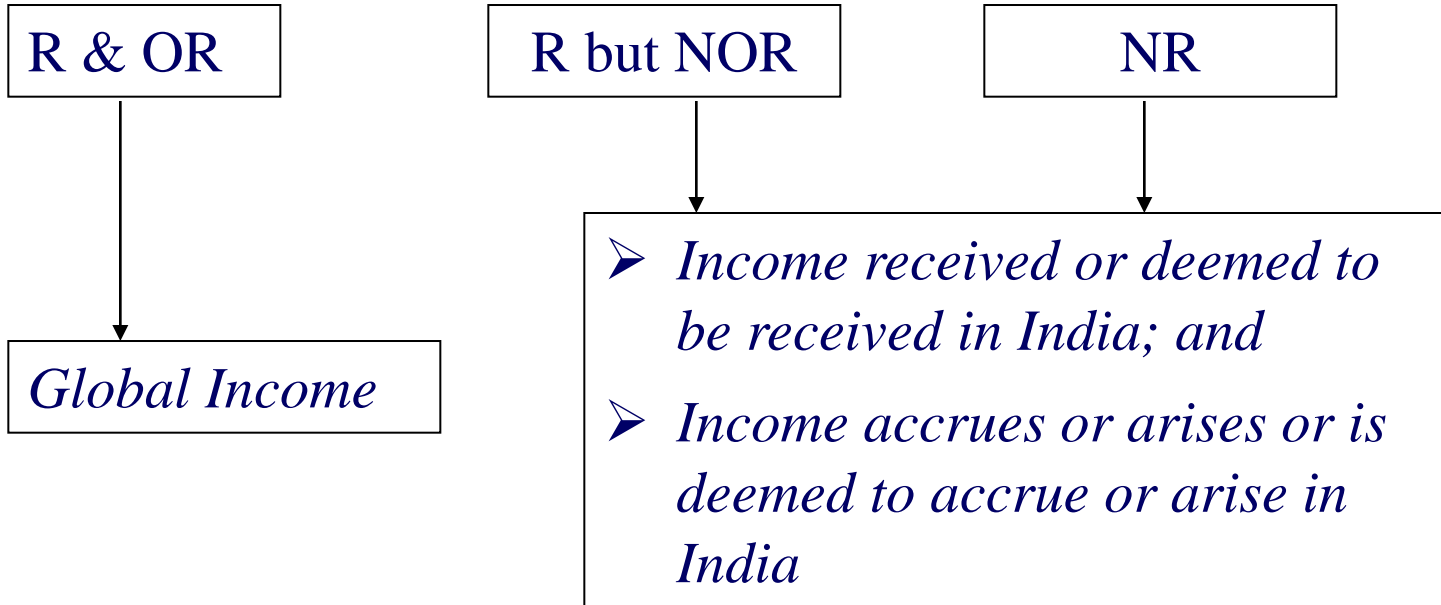
# Residential Status

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- HUF, Firm / LLP and AOP
  - Resident except if control and management is situated wholly outside India
- Company
  - basis of its incorporation or registration; or
  - Its place of effective management is situated in India

# Scope of Total Income

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# Heads of Income

# Salary Income

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- Form 16/ Form12BA or Salary certificate received from the employer
- Pension Certificate
- Details of salary arrears (if applicable)
- Full and Final settlement statement (in case of a job change)
- Foreign Salary Slips
- Foreign tax returns filed
- Rent agreement and Rent Receipts (if not considered by the employer)
- Travel Bills
- Details of PF Withdrawn
- Details of Gratuity or Leave encashment received or receivable
- Details of Notice Pay, Joining Bonus



# House Property Income

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- Address of Property
- Co-owner Details (if the property is co-owned)
- Rent Agreement
- Interest certificate issued by a bank for housing loan
- Possession Letter
- Municipal Taxes Receipt
- Details of Tax Deduction/Form 16A on rent
- Details of pre-construction interest paid
- Ownership Details

# Business Income

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- Profit and loss account and Balance sheet
- Books of accounts (if applicable)
- Bank statements
- Sales register or details of all sales during the year
- Purchase register or details of all purchases (including capital asset) during the year
- TDS certificate/Form 16A
- VAT Return/Service Tax Return/GST Return
- Registration certificate
- Details of all expense relating to business
- Details of income other than business income (capital gain, salary, rent, interest, etc.)
- Details of all your tax saving investments

# Capital Gain Income

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- Sale and purchase deed of the property including stamp valuation of the property (for land/building)
- Documents for the cost of an improvement on the property (if improvement is made)
- The stock statement in the case of trading in shares etc. (specifying sale and purchase value of shares)
- In case of another capital asset, the cost of purchase, sale value and cost of improvement if any
- Details of expense incurred on transfer
- Re-investment purchase deed for claiming exemption from Capital Gains
- Details of investment in Capital Gains Accounts Scheme (if applicable)
- Reversal of deduction claimed earlier if the amount of capital gain is not utilised for specified purposes.

# Income from other sources

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- Bank passbook/ statement or interest income certificate
- PPF passbook for interest
- Dividend warrants/ amount
- Interest certificates on bonds
- Details of accrued interest on NSC during the year
- Receipts of any income from winning the lottery, horse races, etc.

# Clubbing of income of spouse, minor child etc.

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- In case of individuals, income-tax is levied on a slab system on the total income. The tax system is progressive i.e. as the income increases, the applicable rate of tax increases.
- Some taxpayers in the higher income bracket have a tendency to divert some portion of their income to their spouse, minor child etc. to minimize their tax burden. In order to prevent such tax avoidance, clubbing provisions have been incorporated in the Act, under which income arising to certain persons (like spouse, minor child etc.) have to be included in the income of the person who has diverted his income for the purpose of computing tax liability.

# Set off and Carry forward

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- An assessee may have different sources of income under the same head of income. He might have profit from one source and loss from the other. For instance, an assessee may have profit from his textile business and loss from his printing business. This loss can be set-off against the profits of textile business to arrive at the net income chargeable under the head .Profits and gains of business or profession.
- Similarly, an assessee can have loss under one head of income, say, Income from house property and profits under another head of income, say, Profits and gains of business or profession. There are provisions in the Income-tax Act for allowing inter-head adjustment in certain cases.
- Further, losses which cannot be set-off in the current year due to inadequacy of eligible profits can be carried forward for set-off in the subsequent years as per the provisions contained in the Act.
- **Carry forward of Losses**
  - House Property Losses (up to 8 years)
  - Non Speculative Business Losses (up to 8 years)
  - Speculative Business Losses (up to 4 years)
  - Long term/Short term Capital Losses (up to 8 years)
  - Loss from Owning and maintaining race horses (up to 4 years)
  - Unabsorbed depreciation (any number of years)

# Chapter VI-A Deductions

Deduction in respect of certain payments	Deduction in respect of certain incomes	Other deductions
<ol style="list-style-type: none"> <li>1. Life insurance premium paid</li> <li>2. Contribution to provident fund/ Pension fund</li> <li>3. Medical insurance premium paid</li> <li>4. Payment of interest of loan taken for higher education</li> <li>5. Rent paid</li> <li>6. Certain donations</li> <li>7. Contribution to political parties</li> </ol>	<ol style="list-style-type: none"> <li>1. Profit and gains from undertaking engaged in infrastructural development</li> <li>2. Profit and gains from undertaking engaged in development of SEZ</li> <li>3. Certain income of co-operative societies</li> <li>4. Royalty income etc of authors</li> <li>5. Deduction in respect of employment of new employees</li> <li>6. Interest on saving bank account</li> </ol>	<p>Deduction in case of person with disability</p>

# Total Income

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- **Normal Rate**

- For Individual or HUF or AOP or BOI or AJP - On the basis of slab rates plus surcharge and Health and Education Cess
- For Firm/LLP/Local Authorities- 30% plus surcharge @12% and Health and Education Cess @ 4%
- For Domestic Company- 25% ( with turnover below INR 2500 millions during FY 2016-17) and 30% for others plus surcharge and Health and Education Cess
- For Foreign Company- 40% plus surcharge and Health and Education Cess

- **Special Rate**

- Long term capital gains- Sec 112
- Long term capital gains- Sec 112A
- Short term capital gains-Sec 111A

- **Rebate under section 87A**

- For individual resident upto Rs.2,500 having total income (taxable income) up to Rs.3.5 lakhs



## ***Tax Rates for an Individuals for the AY 2019-20.***

<b><i>Tax Rates for Individuals</i></b>				
<b><i>Income</i></b>		<b><i>Rates of Income Tax</i></b>		
		<b><i>Individual (Age less than 60 Years)</i></b>	<b><i>Senior Citizen (Age above 60 Years)</i></b>	<b><i>Super Senior Citizen (Age above 80 Years)</i></b>
1.	Up to Rs. 2,50,000	Nil	Nil	Nil
2.	Rs. 2,50,000 to Rs. 3,00,000	5%	Nil	Nil
3.	Rs. 3,00,000 to Rs. 5,00,000	5%	5%	Nil
4.	Rs. 5,00,000 to Rs. 10,00,000	20%	20%	20%
5.	Above Rs. 10,00,000	30%	30%	30%

***\*The above rates are exclusive of surcharge and cess.***

## ***Tax Rates for Corporate Assessee for the A.Y. 2019-20:***

<b>Tax Rates* for Corporate Assessee for the A.Y. 2019-20</b>		
<b>Status of Taxpayer</b>		<b>Rates of income-tax</b>
1.	Firms/Local Authority	30%
2.	Domestic Company	30%/25% #
3	Foreign Company	40%

# Tax rate is 25% if turnover or gross receipts of the domestic company in the previous year 2016-17 doesn't exceed Rs. 250 crore

***\*The above rates are exclusive of surcharge and cess.***

## ***Tax Rates\* for Co-operatives Societies for the A.Y. 2019-20***

<b>Tax Rates* for Co-operatives Societies for the A.Y. 2019-20</b>		
<b>Income</b>		<b>Rates of income-tax</b>
1.	Up to Rs. 10,000	10%
2.	Rs.10,000 – Rs.20,000	20%
3	Above Rs. 20,000	30%

***\*The above rates are exclusive of surcharge and cess.***

## Rates of Surcharge

### Rates of Surcharge

<i>Particulars</i>		<i>Taxable Income</i>		
		<i>50 Lacs to 1 Crore</i>	<i>1 Crore to 10 Crore</i>	<i>Exceeding 10 Crore</i>
1.	Individuals/HUF	10%	15%	15%
2.	Firm/ Local Authority/ Co-operative Society	Nil	12%	12%
3.	Domestic Company	Nil	7%	12%
4.	Foreign Company	Nil	2%	5%
5.	Co-operative Societies	Nil	12%	12%

**\* The health & education cess at the rate of 4% shall be computed on aggregate of Income-Tax and Surcharge.**

# TDS and Advance Tax - Form 26AS

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- Although the tax liability of an assessee is determined only at the end of the year, tax is required to be paid in advance in certain instalments on the basis of estimated income.
- In certain cases, tax is required to be deducted at source from the income by the payer at the rates prescribed in the Act. Such deduction should be made either at the time of accrual or at the time of payment, as prescribed by the Act.
- If any tax is still due on the basis of return of income, after adjusting advance tax and tax deducted at source, the assessee has to pay such tax (called self-assessment tax) at the time of filing of the return.
- Form 26AS (Tax Credit Statement) is the annual statement in which the details of tax credits are maintained for each taxpayer as per the database of Income-tax Department
- Form 26AS will reflect the tax credit against the PAN of the tax payer
- It helps in claim of other taxes paid and computation of income at the time of filing of return

Prefilled XML

# Refund

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- An Income Tax Refund is a refund which is issued to the taxpayer by Income Tax authorities when his tax liability is less than the actual taxes he paid.
- For claiming Income Tax Refund please ensure bank account details are correct.

# Types of ITR

# Types of ITR

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- **ITR 1-** For individuals being a resident other than not ordinarily resident having Income from Salaries, one house property, other sources (Interest etc.), having total income upto Rs.50 lakh and having agricultural income upto Rs.5,000 (not for an individual who is either a director in company or has invested in unlisted equity shares)
- **ITR 2-** For Individuals and HUFs not having income from profits and gains of business or profession
- **ITR 3-** For individuals and HUFs having income from profits and gains of business or profession
- **ITR 4-** 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)
- **ITR 5-** For persons other than:- Individual, HUF, Company and Person filing Form ITR-7
- **ITR 6-** For Companies other than companies claiming exemption under section 11
- **ITR 7-** For persons including companies required to furnish return under sections 139(4A) or 139(4B) or 139(4C) or 139(4D) or 139(4E) or 139(4F)



# Types of ITR

The screenshot displays the e-Filing portal interface. At the top left is the logo of the Income Tax Department, Government of India, with the text "e-Filing Anywhere Anytime" and "Income Tax Department, Government of India". On the top right, there is a "Download" button and a "Welcome" message. Below the header is a navigation bar with the following options: Dashboard, My Account, e-File, e-Proceeding, e-Nivaran, Compliance, and Worklist. The "e-File" option is selected, and a dropdown menu is visible, listing the following options: Income Tax Return, Income Tax Forms, Response to Notice u/s 139(9), Upload Form BB (Return of Net Wealth), Response to Outstanding Demand, Upload Form 15CA (Bulk), and Rectification. On the left side of the main content area, there are two buttons: "Filing of Income Tax Return" and "View Returns / Forms". On the right side, there is a "PORTANT !!!" notification. At the bottom, there is a message: "To update the contact details, go to My Profile".

Income Tax Department, Government of India

e-Filing *Anywhere Anytime*

Download  
Welcome

Dashboard My Account - e-File - e-Proceeding - e-Nivaran - Compliance - Worklist -

Income Tax Return

Income Tax Forms

Response to Notice u/s 139(9)

Upload Form BB (Return of Net Wealth)

Response to Outstanding Demand

Upload Form 15CA (Bulk)

Rectification

Filing of Income Tax Return

View Returns / Forms

PORTANT !!!

To update the contact details, go to My Profile

# Types of ITR



**Income Tax Return**

PAN \*

Assessment Year \* 2018-19 ▼

ITR Form Number \* ITR-2 ▼

Filing Type \* Original/Revised Return ▼  
Select

Submission Mode \* Original/Revised Return  
Filing against notice/order

Select one of the below option to verify your Income Tax Return

AADHAAR OTP ( AADHAAR number XXXX XXXX 6111 )-Mobile number registered with UIDAI will receive the OTP from UIDAI and it is valid for 30 minutes only, please complete the filing activity before the OTP expires. OTP will become invalid in case of logout or moving to other functionalities. By selecting this option, you are agreeing to validate your Aadhaar details with UIDAI.

Already generated EVC through My Account -> Generate EVC option or Bank ATM. Validity of such EVC is 72 hours from the time of generation

I would like to e-Verify later. Please remind me

OR

I don't want to e-Verify this Income Tax Return and would like to send signed ITR-V through normal or speed post to "Centralized Processing Center, Income Tax Department, Bengaluru - 560 500"

**Note :**

- Only opted options shall be displayed in the screen. However below are list of options are available for e-Verification of Income tax Return.

e-Verification Options	How to enable
Digital Signature Certificate	Profile Settings -> Register Digital Signature Certificate
Aadhaar OTP	Profile Settings -> Link Aadhaar
Prevalidated Bank Account	Profile Settings -> Prevalidate Your Bank Account
Prevalidated Demat Account	Profile Settings -> Prevalidate Your Demat Account

- Login through Netbanking and upload your Income Tax Return for seamless e-Verification

# Preparation of Computation of Income

Mr.ABC

(Address)

Status	: Individual				<u>Bank Details:</u>		
Asst. Year	: 2017-2018				Bank Name	: ICICI Bank	
Acct. Year	: 2016-2017				Bank Branch	: Andheri [E]	
Aadhar No.	: 1234-5678-8910				SB A/c. no.	: 054401XXXXXXXXXXXX	
P.A.No.	: XXXXX1234X				IFSC Code	: ICIC0000544	
D.O.B.	: 06/07/1997				MICR Code	: 400229087	

COMPUTATION OF TOTAL INCOME

SALARY INCOME:

<u>From:</u>	M/s. PQR Ltd.				924,526.00		
<u>Less:</u>	Allowances Exempt U/s. 10				19,200.00		
					<u>905,326.00</u>		
<u>Less:</u>	Profession Tax				2,500.00		902,826.00

INCOME FROM OTHER SOURCES:

<b><u>INCOME FROM OTHER SOURCES:</u></b>					
<b><u>Interest Income</u></b>					
Bank Interest					7,455.00
Gross Total Income					910,281.00
<b><u>Less:</u></b>	<b><u>Deduction U/s.80-C:</u></b>	P.F.	37,296.00		
		L.I.C	667.00		
			37,963.00		
	<b><u>Deduction U/s.80-D:</u></b>	Mediclaime	1,711.00		
	<b><u>Deduction U/s.80-TTA:</u></b>	Bank Interest	7,455.00		47,129.00
Total Taxable Income					863,152.00
Rounded off to:					863,150.00
Tax due thereon:					97,630.00
<b><u>Add:</u></b>	Education Cess @ 3%				2,929.00



## COMPUTATION OF TOTAL INCOME

### INCOME FROM HOUSE PROPERTY:

**Rateable Value:**

NIL

Less:- Home Loan Interest u/s.24(b)

200,000.00

(200,000.00)

### BUSINESS INCOME:

A] Net Profit As Per Profit & Loss A/c.

876,674.00

### INCOME FROM OTHER SOURCES:

**Interest Income from:**

Bank Interest

10,439.00

Gross Total Income

687,113.00

Less:    Deduction U/s.80- LIC/Home Loan Principal

150,000.00

Deduction U/s.80- Mediclaim

30,000.00

Deduction U/s.80- Bank Interest

10,000.00

190,000.00

Total Taxable Income

497,113.00

			Tax due thereon					24,711.00
<u>Less:</u>	<u>Rebate u/s.87-A:</u>							5,000.00
			Tax payable					19,711.00
<u>Add:</u>	<u>E.C. &amp; S.H.E.C. @ 3%</u>							591.00
			Total Tax Payable					20,302.00
<u>Add:</u>	<u>Interest U/s.234-B/C:</u>							198.00
			Total Tax Payable					20,500.00
<u>Less:</u>	<u>Self Assessment Tax paid</u>							20,500.00
			Balance payable					NIL



M/S. ABC Ltd

Asst. Year : 2017-2018

Acct. Year : 2016-2017

**TRADING, PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2017**

To Opening Stock	2,031,450.00	By Sales	17,576,526.00
" Purchases	16,434,896.11	" Closing Stock	2,127,640.00
" Gross Profit	1,237,819.89		
	<b>19,704,166.00</b>		<b>19,704,166.00</b>
To Bank Chgs.	4,533.51	By Gross Profit	1,237,819.89
" Electricity Charges	103,300.00	" Discount Recd.	76,909.27
" Insurance Paid	15,012.00		
" Membe fees	2,000.00		
" Mobile Expenses	3,950.00		
" M-VAT (13-14)	2,220.00		
" M-Vat Paid	55,168.00		
" Rent Paid	87,990.00		

" Rent Paid		87,990.00						
" Rounded off		70.72						
" Salaries and Bonus		156,000.00						
" Sundry Expense		5,370.00						
" Telephone Exp.		2,441.00						
" Net Profit		876,673.93						
		<b>1,314,729.16</b>					<b>1,314,729.16</b>	

Asst. Year : 2017-2018

Acct. Year : 2016-2017

**PERSONAL CAPITAL ACCOUNT**

To Drawings	377,890.40	By Balance B/f.	5,926,469.08
" L.I.C	-	" Net Profit as per	
" Mediclaim	967,265.15	Profit/Loss A/c.	156,000.00
" Hsg Loan Int.	217,107.00	" Net Interest Income [List]	-
PROPRIETOR'S CAPITAL	-	" <u>Exempt Income U/s 10</u>	
" Balance C/f.	4,520,206.53	" P.P.F. Interest	-
	<b><u>6,082,469.08</u></b>		<b><u>6,082,469.08</u></b>

**PERSONAL BALANCE SHEET AS ON 31/03/2017**

Personal			Residential Flat at Mulund	8,955,480.00
Capital Account		6,130,461.61		
			<b><u>Investments:</u></b>	
<b><u>Loans [Liabilities]:</u></b>			Capital A/c with	
ABC HUF		2,050,000.00	ABC Stationery Mart	2,031,826.51
Mr.A		1,700,000.00	PPF A/c	204,970.00
M/S XYZ Ltd.		115,000.00	SIP of Mutual Funds	15,050.00
<b><u>Housing Loan to:</u></b>			Elss IN Mutaul funds	75,000.00
Cosmos Bank Home			<b><u>Cash &amp; Bank Balances</u></b>	
Loan-1218012146		2,246,239.00	<b><u>Bank of Baroda</u></b>	
			Mulund East Branch	
			SB A/c No	
			IFSC : BARB0MULEAS	26,044.45
			<b><u>Cosmos Bank</u></b>	
			Mulund East Branch	
			A/C NO.121050105371	26,378.65
			Cash in Hand	906,951.00
		<b>12,241,700.61</b>		<b>12,241,700.61</b>

**BALANCE SHEET AS ON 31/03/2017**

Proprietor's Capital Account	2,031,826.51	<b><u>Deposits:</u></b> Swiping Machine (Credit Ca	8,050.00
<b><u>Loan [Liability]:</u></b> [As Per Schedule-1]	700,000.00	<b><u>Sundry Debtors:</u></b> [As Per Schedule-3]	1,308,684.00
<b><u>Sundry Creditors:</u></b> [As Per Schedule-2]	1,261,046.00	Closing Stock	2,127,640.00
<b><u>Provisions:</u></b> Vat Payable [Paid on 29.04.17]	17,950.00	<b><u>Cash &amp; Bank Bal.</u></b> Arihant Co.OP Bank Ltd The Saraswat Co-op.Bank Ltd, Masjid Bunder Br. - A/c.032100100233084 - MICR - 400088020 - IFSC-SRCB0000032 Cash In hand	3,853.00       67,047.51 495,548.00
	<b><u>4,010,822.51</u></b>		<b><u>4,010,822.51</u></b>

**COMPUTED AS PER PROVISIONS OF SEC 44ADA**

<b><u>INCOME FROM PROFESSION:</u></b>			
Net Income as per Income & Expenditure Account OR	2,484,300.00		
50 % of Gross Receipt	2,435,586.00		
which ever is higher		2,484,300.00	
<b><u>Add:</u></b> Speculation Profit		4,097.00	2,488,397.00
<b><u>INCOME FROM CAPITAL GAIN:</u></b>			
Short Term Capital Gain on Sales of Shares [List]			40,033.00
<b><u>INCOME FROM OTHER SOURCES:</u></b>			
<b><u>Interest Income from:</u></b>			
Interest on Bond	78,800.00		
Saving Bank Interest	147,159.99		
<b><u>Interest Income on FDR With:</u></b>			
Fixed Deposit Interest from Hong Kong Bank	765,689.13	991,649.12	
<b><u>Less:</u></b> Collection Expenses		200,000.00	791,649.12
	Gross Total Income		3,320,079.12

			Gross Total Income		3,320,079.12
<b>Less:</b>	<b><u>Deduction U/s.80-C:</u></b>		P.P.F. Account	80,000.00	
	<b><u>Deduction U/s.80-D:</u></b>		Mediclaime	23,000.00	
	<b><u>Deduction U/s.80-TTA:</u></b>		Bank Interest	10,000.00	113,000.00
			Total Taxable Income		3,207,079.12
			Rounded off to:		3,207,080.00
				<b>Cont...2</b>	
<b><u>COMPUTATION OF TOTAL INCOME</u></b>					
			Rounded off to:		3,207,080.00
			A] Income From Short Term Capital Gain		40,033.00
			B] Income Other Than Short Term Gain		3,167,047.00
			Tax due thereon [15%]		6,005.00
			Tax due thereon [Normal Tax]		770,114.00

			Total Tax due thereon				776,119.00
<b>Add:</b>	Education Cess @ 3%						23,284.00
			Balance Payable				799,403.00
<b>Less:</b>	<b><u>TDS deducted by:</u></b>						
	J Hospital & Research Centre			438,006.00			
	Banani Burjor Phiroze			16,500.00			
	HDFC Bank Ltd			41,916.00			
	Hongkong & Shanghai Banking			34,653.00	531,075.00		
<b>Less:</b>	Advance Tax Paid on :	10-03-2017		100,000.00			
		21/12/2016		100,000.00			
		28/09/2016		100,000.00	300,000.00		831,075.00
			<b>Balance Refundable</b>				<b>31,672.00</b>



**Asst. Year : 2017-2018****Acct. Year : 2016-2017****INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31-03-2017**

To	Assistant Surgeon Charges	338,200.00	By	Professional Fees	4,871,172.00
"	Salary & Bonus	282,600.00			
"	Telephone & Mobile Exp.	9,808.84			
"	Account Writing Charges	30,000.00			
"	Audit Fees	30,000.00			
"	Bank Chgs., Demate Chgs.	63.32			
"	Computer Exps.	9,410.00			
"	Conference Exps.	83,964.00			
"	Constodian Fees	1,380.00			
"	Depreciation [As per Sch.,-1]	87,288.00			
"	Demate Charges	1,703.00			
"	Electric Expenses	26,218.00			
"	Insurance Expenses	34,145.00			
"	Membership & Subscription	11,550.00			
"	Maintenance Charges	14,723.00			
"	Mobile Expenses	8,776.59			
"	Motor Car Expenses	24,231.00			

"	Operational Charges	22,212.00						
"	Rent (Jaslok)	180,000.00						
"	Repairing & Service Charges	9,953.00						
"	Rounded off	0.30						
"	Service Tax, E.Cess, TT. STT Exp	25,117.58						
"	Sundry Expenses	61,214.10						
"	Expenses	1,094,314.27						
"	Net Income	2,484,300.00						
		<b>4,871,172.00</b>				<b>4,871,172.00</b>		

**DR. XYZ**

**Asst. Year : 2017-2018**

**Acct. Year : 2016-2017**

**PERSONAL CAPITAL ACCOUNT**

To	Drawings	99,245.97	By	Balance B/f.	39,806,987.90
"	Advance Tax -16-17	300,000.00	"	Net Income as per	
"	S.A. Tax [15-16]	175,000.00		Income & Expenditure A/c.	2,484,300.00
"	T.D.S. [List]	531,075.00	"	Short Term Capital Gain [List]	40,032.62
"	Mediclaim	23,000.00	"	Speculation Profit	4,097.15
"			"	<b><u>Interest Income:</u></b>	
"	Balance C/f.	43,530,405.63		[As Per List]	791,649.12
			"	<b><u>Exempt Income u/s.10:</u></b>	
			-	Long Term Capital Gain (List)	626,838.00
			-	Dividend Income	214,806.50
				Gift from Mother	566,187.90
			-	Income Tax Refund	2,500.00
			"	Share of Old Difference	121,327.41
		<b><u>44,658,726.60</u></b>			<b><u>44,658,726.60</u></b>



**SCHEDULE - 1:****DETAILS OF FIXED ASSETS**

	<u>Particulars</u>	<u>WDV</u>	<u>Additions</u>		<u>RATE</u>	<u>Depre-</u>	<u>WDV</u>
		<u>as on</u>	<u>more than</u>	<u>less than</u>	<u>(%)</u>	<u>ciation</u>	<u>as on</u>
		<u>01.04.2016</u>	<u>180 days</u>	<u>180 days</u>			<u>31.3.2017</u>
A]	Mobile Phone	15,309.00	-	-	15%	2,296.00	13,013.00
B]	Motor Car (New)	542,300.00	-	-	15%	81,345.00	460,955.00
C]	Furniture & Fixture	36,472.00	-	-	10%	3,647.00	32,825.00
		<b>594,081.00</b>	-	-		<b>87,288.00</b>	<b>506,793.00</b>

**SCHEDULE - 2:****DETAILS OF INVESTMENT IN SHARES & OTHERS:**

							<u>Amount [Rs]</u>
<b>A] <u>INVESTMENTS IN SHARES:</u></b>							22,504,797.69
	<b>Not Demate (Share)</b>						155,214.55
	<b>Shares (Pratibhuti)</b>						2,067,799.69
	<b>BSE Shares</b>						340,000.00
<b>B] <u>BANKS FDR'S:</u></b>							

<b><u>B] BANKS FDR'S:</u></b>								
With Hong Kong Bank								5,953,787.47
With HDFC Bank (142446910)								1,000,000.00
With HDFC Bank (142447722)								1,000,000.00
With HDFC Bank (142448086)								1,000,000.00
With HDFC Bank (142448455)								1,000,000.00
With HDFC Bank (142448761)								1,000,000.00
With HDFC Bank (142449063)								1,000,000.00
<b><u>C] OTHERS:</u></b>								
P.P.F. Account								2,132,356.41
<b>D] Silver Purchased</b>								321,632.00
<b>Total Investments [Rs]</b>								<b><u>39,475,587.81</u></b>

**SCHEDULE - 3:****DETAILS OF RECEIVABLES:**

	<b><u>Amount [Rs]</u></b>
HDFC FD Interest	377,244.00
Pratibhuti Viniyog Ltd. (CM)	113,518.13
Pratibhuti Viniyog Ltd. (Spe)	8,344.39
Ventura Securities Ltd (Cash Mkt)	829,321.43
Ventura Securities Ltd Bill Not Received	26,450.45
Share Khan Ltd.	163,220.27
Professional Fees Receivable	400,100.00
<b>Net Receivable from Different Parties</b>	<b><u>1,918,198.67</u></b>

**SCHEDULE - 4:****DETAIL OF CASH & BANK BALANCES:**

	<b><u>Amount [Rs]</u></b>
Honk Kong Bank	1,038,039.28
HDFC Bank, A/c. No. 44543	251,057.45
HDFC Bank, A/c. No. 56141582	328,600.42
Cash in Hand	12,129.00
<b>Total of Bank Balance</b>	<b><u>1,629,826.15</u></b>

<b><u>DETAILS OF SHORT TERM CAPITAL GAIN:</u></b>						<b><u>Amount [Rs]</u></b>
Total Sale of Shares						881,968.91
<b><u>Less:</u></b>	Total Purchases of Shares					841,936.29
<b>Net Short Term Capital Gain [Rs]</b>						<b>40,032.62</b>
<b><u>DETAILS OF SPECULATION PROFIT:</u></b>						<b><u>Amount [Rs]</u></b>
Total Sale of Shares						11,323.15
<b><u>Less:</u></b>	Total Purchases of Shares					7,226.00
<b>Net Speculation Profit [Rs]</b>						<b>4,097.15</b>
<b><u>DETAILS OF LONG TERM CAPITAL GAIN:</u></b>						<b><u>Amount [Rs]</u></b>
Total Sale of Shares						748,640.51
<b><u>Less:</u></b>	Total Purchases of Shares					121,802.51
<b>Net Long Term Capital Gain [Rs]</b>						<b>626,838.00</b>



# Rectification of Mistakes

# Rectification of mistakes

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- The return filed by the taxpayer will be processed by Income Tax Department (ITD) and Intimation u/s 143(1) will be sent to the assessee.
- In case if the assessee wants to seek rectification of a mistake in an order or intimation which is apparent from the record, then the assessee can seek 'Rectification Under Section 154'.
- The steps for filing rectification of order/Intimation are as follows :
  1. Go to income tax e-filing portal, '[www.incometaxindiaefiling.gov.in](http://www.incometaxindiaefiling.gov.in)'.
  2. Login to e-filing by entering user id, password and captcha.
  3. Post login click on e-file menu and click "[Rectification link](#)".
  4. Select order/intimation to be rectified' as '[Income tax or wealth tax](#)' and select assessment year and click continue.
  5. Detail such as PAN, ITR, financial year, assessment year, latest intimation reference number issued u/s 143(1)/154 and e-filing number is auto populated and displayed for the selected intimation and assessment year.
  6. Select any of the following by drop down.



Dashboard My Account - e-File - e-Proceeding - e-Nivaran - Compliance - Worklist -

Filing of Income Tax Return

View Returns / Forms

- Income Tax Return
- Income Tax Forms
- Response to Notice u/s 139(9)
- Upload Form BB (Return of Net Wealth)
- Response to Outstanding Demand
- Upload Form 15CA (Bulk)
- Rectification

**IMPORTANT !!!**

To update the contact details, go to [My Profile](#)

Kindly ensure that you must have the correct Email ID and Mobile Number for all cor

## Submit your Rectification request

PAN	AAJHV0242G
ITR	ITR-4
Financial Year	2017-18
Assessment Year	2018-19
Latest Intimation Reference Number issued u/s 143(1)/154	CPC/1819/A4/1866351552
e-Filing Acknowledgement Number	236175740300818
Request Type *	<div style="border: 1px solid #ccc; padding: 2px;">                 Select ▾                  Select                  Return data Correction (XML)                  Only Reprocess the return                  Additional information for 234C             </div>


**Note :**

- In case 'Request Type' is 'Return Data Correction (XML)' for AY 2018-19, 'Filing type' as 'Rectification'

and generate XML with

Submit your Re

PAN

ITR

Financial Year

Assessment Year

Latest Intimation

e-Filing Acknowled

Click on the button

Select a Rectifica

**Note :**

1. In case '  
'Filing ty

## Select a Rectification Reason

Select a rectification reason which is applicable to you

- Tax Payments had not matched as per the CPC order
- Income chargeable under the head Business and Profession has been wrongly considered
- Requesting for cancellation of arrear year demand
- Details of deductions(including sub-schedule 80G 80IA 80IB 80IC etc)under Chapter VIA wrongly considered
- Income chargeable under the head Capital Gains has been wrongly considered
- Income chargeable under the head House Property has been wrongly considered
- Salary income not matched
- Income chargeable under the head Other sources has been wrongly considered
- Brought forward losses have not been allowed OR partially allowed
- Current year losses were not set off correctly
- There is variance in interest/Tax computation even though total income remains same
- Profit Before Tax in Schedule BP has been wrongly considered
- Gender of the tax payer was wrongly considered. Gender updated in the PAN database
- Date of filing of original return is taken as not with in due date
- Requesting for reduced claim of income as taxpayer is governed by 'Portuguese civil code' and that sec 5A is applicable to them
- Requesting for change of Residential status
- Others

enerate XML with

Click on the button below to select the rectification reason

Select a Rectification Reason

Reason you selected\*

Tax Payments had not matched as per the CPC order  
Details of deductions(including sub-schedule 80G 80IA 80IB 80IC etc)under Chapter VIA wrongly

Schedules Being Changed: Use 'CTRL' + 'CLICK' to select more than one Schedule\*

SCHEDULE TDS  
SCHEDULE TCS  
SCHEDULE IT  
SCHEDULE VIA  
FILING STATUS (FOR DUE DATE)  
SCHEDULE 80G  
SCHEDULE 80IA, 80IB, 80IC

Select and upload the rectification XML file\*

Choose File No file chosen

Are you audited u/s 44AB\*

Submit

Back



Note :

1. In case 'Request Type' is 'Return Data Correction (XML)' for AY 2018-19, download the latest utility under Downloads for AY 2018-19 and generate XML with 'Filing type' as 'Rectification'



portal.incometaxindiaefiling.gov.in says

Please ensure details entered by you are as per Form 26 AS, if Yes, then proceed else go back to previous screen

OK

Cancel

Logout

Last Login: 14/03/2019 20:44:33

Idle Session Timer 1 4 : 4

Submit your Rectification request

PAN	[REDACTED]
ITR	ITR-4
Financial Year	2017-18
Assessment Year	2018-19
Latest Intimation Reference Number issued u/s 143(1)/154	CPC/1819/A4/1866351552
e-Filing Acknowledgement Number	236175740300818
Request Type *	Only Reprocess the return

**Note:** User can Verify the Form 26AS details under My Account -> View Form 26AS and Tax Credit Mismatch under My Account -> Tax Credit Mismatch

Submit

Reset



Note :

- In case 'Request Type' is 'Return Data Correction (XML)' for AY 2018-19, download the latest utility under Downloads for AY 2018-19 and generate XML with 'Filing type' as 'Rectification'

Request Type \*

Additional information for 234C

Nature of Income / Gain\*

Up to 15/6(i)\*

16/6 to 15/9(ii)\*

16/9 to 15/12(iii)\*

16/12 to 15/3(iv)\*

16/3 to 31/3(v)\*

Income from PGBP accrue or arise, first time (Applicable for 2016-17 onwards)\*

Income Special Income Mentioned in 2(24)(ix) Taxable u/s 115BB(Category wise-Can be crossed check through Schedule-SI) \*

Income Referred in section 115BBDA (For this sum of all quarters to be checked and it should exceed 10 lakhs or else nothing to be entered (Applicable for 2017-18 onwards)\*

Submit



Note :

- In case 'Request Type' is 'Return Data Correction (XML)' for AY 2018-19, download the latest utility under Downloads for AY 2018-19 and generate XML with 'Filing type' as 'Rectification'



# Rectification of mistakes

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- ❑ **Return data correction (XML)**- On Selecting this option,
  - The tax payer will be prompted to select the rectification reason, maximum 4 reason can be selected.
  - Select appropriate Schedules to be changed from the 'Schedules being charged' list box.
  - Upload the XML generated from ITR utility.
  - Upload the Digital Signature Certificate (DSC) (If applicable)

## **Note:**

- ❖ *When the user is uploading the XML, the gross total income and deductions amount should be the same as in the original/processed return.*
- ❖ *For assessment year 18-19 the assessee should select 'filling type' as 'Rectification' in ITR utility and upload the XML.*

# Rectification of mistakes

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- ❑ **Only reprocess the return-** On selecting this option, user needs to just submit the rectification request.

**Note:**

*User can verify the form 26AS detail under My Account    View from 26AS and tax credit mismatch under My Account    Tax Credit Mismatch.*

- ❑ **Additional information for 234C** – On selecting this option, the user must field all the mandatory field to submit the request.

# Rectification of mistakes

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7. Click submit to complete the rectification request.

***A success message will be displayed confirming the submission of rectification request.***

**Note:**

- ❖ *To view the submitted rectification request, to go 'My Account' -> 'view filed Return/form' and choose 'Rectification Status' from the drop down and click the 'submit'.*
- ❖ *Taxpayer can withdraw the rectification request within the end of the of request.*
- ❖ *A rectification request can be filed only for return which are already processed by CPC.*

# Contact Us

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**Kalpesh D Katira & Co.**

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