



In this Budget 2017, a new section was inserted

**Late Filing Fees** :Rs 5000 / Rs 10000 ( Section 234F )  
from next year Fin year 17-18 to be filed in next year April 2018 onwards

### **Section - 234F, Income-tax Act, 1961-2017**

Following section 234F shall be inserted after section 234E by the Finance Act, 2017, w.e.f. 1-4-2018 : Fee for default in furnishing return of income.

234F. (1) Without prejudice to the provisions of this Act, where a person required to furnish a return of income under section 139, fails to do so within the time prescribed in sub-section (1) of the said section, he shall pay, by way of fee, a sum of,—

(a) **Five thousand rupees**, if the return is furnished on or before the 31st day of December of the assessment year;

(b) **Ten thousand rupees** in any other case:

Provided that if the total income of the person does not exceed five lakh rupees, the fee payable under this section shall not exceed **one thousand rupees.**

(2) The provisions of this section shall apply in respect of return of income required to be furnished for the assessment year commencing on or after the 1st day of April, 2018.

#### **Note:**

This penalty (LATE FEE ) is not applicable from this year ( for year ending 31.3.2017 )

This Late Fee will become Compulsory from next year

But, .... What is the benefit of being late ?? Nil  
So, hurry up now.

### **Do's and Don'ts for you**

#### **Do's :**

Get your data ready.

Contact your CA / Tax professional who files your return , immediately

#### **Dont's :**

Do not be late

This time your CA will be busy in multiple things --- The GST Declarations, the TDS returns, the Company Balance Sheets and so on. You better be on time.

### **Details of documents required for your income tax return**

#### **1. Salaried & Employees**

- Your Form 16 from your company part "A" which is downloaded from the Govt. Website
- Form 16 part "B" which is given by for your employer

- Please see that the salary shown in the form 16 in part "A" Part "B" is same. This is the major cause of income tax problems. The government software will take higher of the two, so if in your part A there salary shown Rs. 5 Lac PA and part B your salary is 6 lac...please talk to your employer. Please compare part A and part B before sending the data to us.

## **2. Proofs regarding savings**

All your Savings like PPF, LIC Mediclaim and all other income tax related support that you give to your CA regularly, these all should be given along with the Form 16 to help in faster processing.

## **3. Donations**

If you given any donation to any charitable institution, you will need the receipt. Please see that the receipt must contain the PAN no. Of the Society /Temple and its address with pin code also so all these 3 things are required otherwise those donation will not be eligible to be given this benefit

Please remember the donation can be made by cheque in future effective 01.04.2017 80G donation will not be permissible without cheque payment maximum limit for Cash is only Rs 2000, above that only to be paid by cheque and digital media only

## **4. Rental Income**

If you have any house rent income please give us the data in following form

Particulars	Property 1	Property 2
Address of Property		
Pin code of the property		
Name of the tenant		
Pan No. Of the tenant (Compulsory If Rent Is More Than 100000 P. A.)		
No. Of month rent was received		
Amount of Rent per month (excluding service tax)		
House Tax paid during the year		

## **5. Housing Loan**

Housing loans are allowed in two forms. The principal of housing loan is allowed to be deducted as a deduction from the total income its just like saving but within the overall limit or Rs. 1,50,000. The Interest of housing loan is allowed as deduction up to limit of Rs. 2,00,000

Please note that if the possession of house has is still not being received than you cannot take the claim of that interest on housing loan.

Construction not complete and possession not received in both cases you cannot take the claim of the interest this has to be accumulated and can to be taken in the next five year after you get the possession

### **6. Income from interest**

Kindly collect the data the data of the following form

Name of the bank	Amount
Bank 1 name.....	
Bank 2	
Post office	
Companies (if any)	
NSC	

### **7. FDs Interest**

This must usually match with your form 26AS so u can request your CA taxation team to give you 26AS.

We request to you share your all relevant detail so that we can file the return correctly.

### **8. Note on Foreign Assets**

Govt of India has made it compulsory now every income tax form contains the paragraph on your foreign assets, foreign liabilities and incomes kindly gives us a summary which incomes you have which bank account you have which directorship you have or income outside in India. Kindly declare the same .Recommended for your safety.

#### **Statutory Questions are**

Do you at any time during the previous year,- (i) hold, as beneficial owner, beneficiary or otherwise, any asset (including financial interest in any entity) located outside India; or (ii) have signing authority in any account located outside India; or (iii) have income from any source outside India?

Must give details, if any point is answered as Yes



### **9 .Demonetisation Effect**

This is an important change. If you have deposited Rs 2 lakh or more, then mention the details (( Note , it is not Rs 250000, it is reduced to Rs 200000 ))

<b>D14 Details of all Bank Accounts held in India at any time during the previous year (excluding dormant accounts)</b>				
<b>Sl.</b>	<b>IFS Code of the Bank</b>	<b>Name of the Bank</b>	<b>Account Number (of 9 digits or more as per CBS system of the bank)</b>	<b>Cash deposited during 09.11.2016 to 30.12.2016 (if aggregate cash deposits during the period <math>\geq</math> Rs.2 lakh)</b>
<b>I</b>				
<b>II</b>				
<b>III</b>				

**Question Should I mention, each and every active Bank account ?**

Answer is Yes, all active bank accounts

**Question : Should I mention, cash Deposited in each and every active Bank account ?**

Answer is Yes, 9 Nov to 30.12.2016

**Question : That Cash Deposited was from my past Taxed Income / savings. What should I do ?**

Answer is If that is a genuine fact, and you are ready with evidence and logical justification for that, then, please go ahead. Don't worry. But be ready for a checkup

**Question : Cash Deposited in those 50 days was Rs 1,60,000 in one bank account, and Rs80,000 in second Account**

Answer is The requirement is Rs 2 lakh or more in "aggregate". Hence yes data is to be given.

**Question : Cash was Rs 150000 in 4 bank accounts taken together**

Answer is The requirement is Rs 2 lakh or more in "aggregate". Hence you are not required to give this

**Question : Cash deposited was Rs 6,00,000 in 2 bank accounts , but I earned that much in cash from sale at my Restaurant / Shop**

Answer is Please check with Sales tax return / VAT Return of yours. If they are ready to support you with evidence, then it is ok. See past trends also.

**Question : Cash deposited was Rs 6,00,000 in 2 bank accounts, but I earned that much in Cash. I am not in any business. But this is my professional income.**

Answer is Please check with the customers of yours. If they are ready to support you with evidence, then it is ok. If not, then better take legal advice from your CA.

**Question : Chances of my Getting into Scrutiny , if I declare ?**

Answer is : The Government has done a lot of Data mining. They already know a lot about you. Your income tax return has to be based on facts, anyway. Hence, not declaring may also expose you to additional risk.



**10. Your Aadhar Number**

It has to be linked to your ITR compulsorily. Else this year return might not be uploaded.

**11. Dividend from Domestic Company exceeding Rs 10 lakhs**

Additional Tax on this

## **12. Details of your Assets and Liabilities**

Financial value of all assets and liabilities, to be mentioned, if your income is over Rs 50 lakhs per annum

### **Conclusion**

Take out your precious time  
The Government is getting more and more serious

Better get ready  
And file your return in time

Always Seek guidance of your CA team / relevant consultants in case of doubt.

#### **For queries, suggestions and feedback , you can e-mail us**

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**News 1**

Mr Rajiv Chawla Chairman, I am SME of India, With Mr M L Gupta, and Mr Puneet Gupta, mentors of Finsys ERP TeamAs speakers at the GST Conclave At Hotel Vibe by Lalit, Faridabad on 27<sup>th</sup> June 2017



**News 2**



Mr Sangeet Gupta giving his deliberations on GST. A Section of the Eminent gathering can be seen.



Finsys GST Conclave  
See the Powerpoints & Videos at  
[http://www.finsys.in/finsys\\_gst\\_seminar\\_8th\\_june\\_2017\\_videos](http://www.finsys.in/finsys_gst_seminar_8th_june_2017_videos)  
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