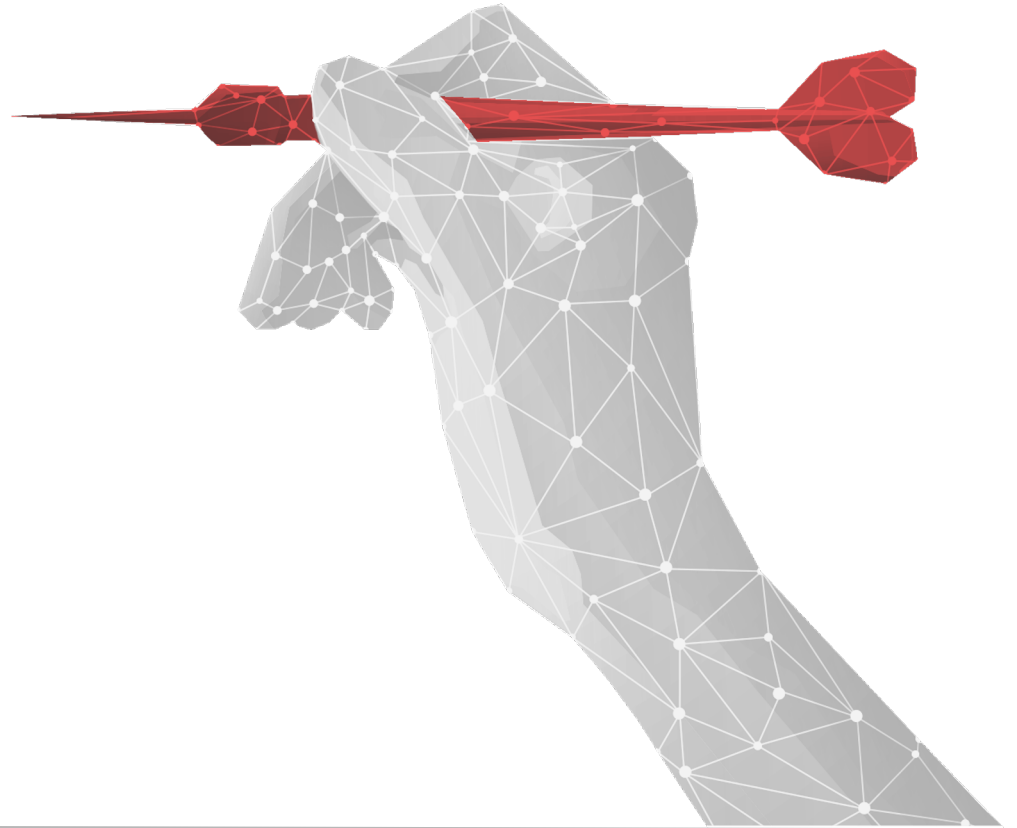


J A A & ASSOCIATES
CHARTERED ACCOUNTANTS

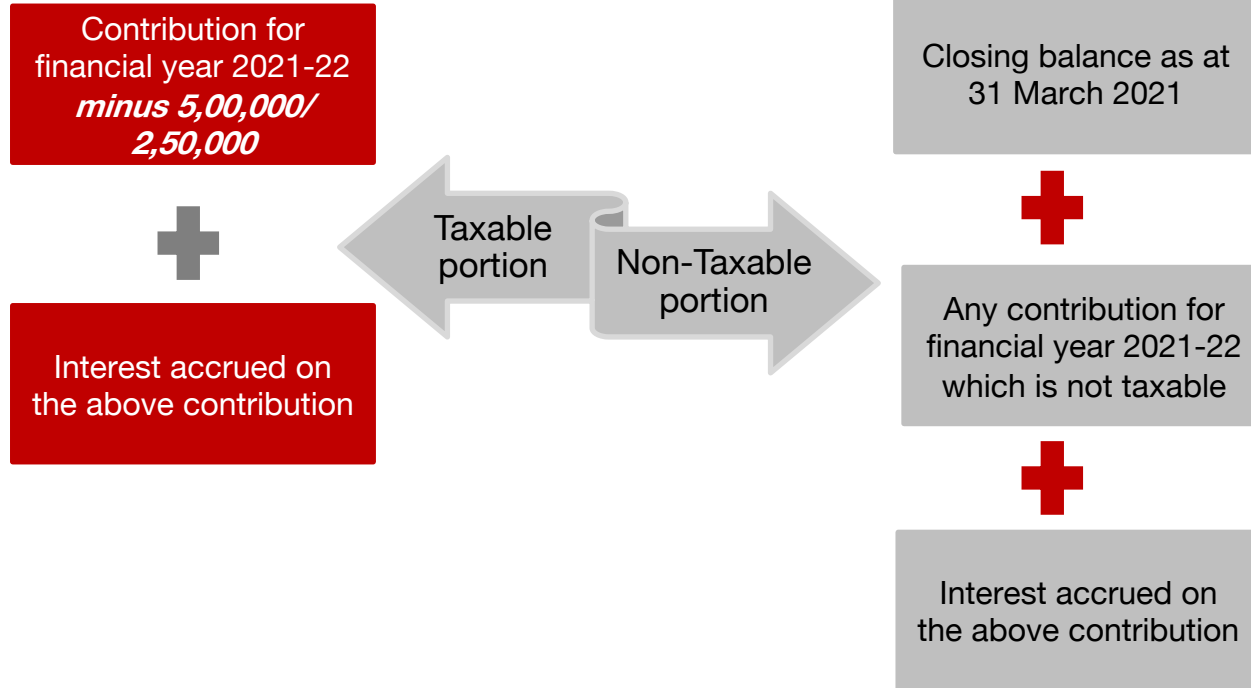


Newsletter

August- September 2021

Direct tax updates

PF Interest (1/2) ◆



- Rules for taxation of the PF interest in excess of the prescribed limit as under:
 - Rs.5,00,000 (PF contribution by employer also included); or
 - Rs. 2,50,000 (PF contribution by employer is not included)
- Separate account maintained within the PF account for easy reference to the above amounts
- Effective from 1 April 2022

Refer example in the next slide

PF Interest (2/2) ◆



Facts for PF contribution of Mr. A

Particulars	Amount Rs in lakhs
Closing balance in PF account as at 31 March 2021	300
Contribution of employer for financial year 2021-22	10
Contribution of employee for financial year 2021-22	10
Total interest received on 31 March 2022@ 5% (assumed)	16
Closing balance in PF account as at 31 March 2022	336

Taxable PF

Particulars	Amount Rs in lakhs
Contribution of employer and employee for financial year 2021-22	20
Less: Exempt amount	5
Balance amount taxable	15
Interest on the above (15*5%)	0.75
Total taxable amount (15+0.9)	15.75

Non-taxable PF

Particulars	Amount Rs in lakhs
Closing balance in PF account as at 31 March 2021	300
Amount not taxable from financial year 2021-22 contribution	5
Total of the above	305
Interest on the above (305*5%)	15.25
Total taxable amount (305+15.25)	320.25

Changes in due date for return filing

Particulars	Current due date	Revised due date
Tax returns by taxpayers not covered under audit and transfer pricing	30 September 2021	31 December 2021
Tax audit report	31st October, 2021	15 January 2022
Tax returns by taxpayers covered under audit but not covered by transfer pricing	30 November 2021	15 February 2022
Transfer pricing reports	30 November 2021	31 January 2022
Tax returns by taxpayers covered under audit and transfer pricing	15 January 2021	28 February 2022
Belated returns for financial year 2021-22	31 January 2022	31 March 2022

Due date changes

Other important due dates which have changed



Equalization levy returns for financial year ended 31 March 2021-

31 December 2021



Intimation of the Constituent entity which is resident in India of an International Group- Form 3CEAC

31 December 2021



Report by a parent entity/ alternate reporting entity resident in India- Form 3CEAD

31 December 2021



Report by constituent entity when the parent entity does not file the report- Form 3CEAE

31 December 2021

Form 3CEAC, Form 3CEAD and Form 3CEAE are various forms under the transfer pricing master files to be filed in India

Others

Declaration by Senior citizens

- Form 12BBA to be provided to specified banks by senior citizens to claim deduction under Chapter VI-A and rebates while deducting TDS under Section 194P by the banks.
- This will help the senior citizens as if taxes are withheld under Section 194P, there is no requirement to file a return of income.

Electronic verification of submissions

- Filing of electronic records on the income tax portal for faceless assessments will not require any digital signature by the taxpayer.
- The requirement for digital signature was introduced recently, however since the digital signature is not working on the new portal effectively, this is a welcome move.

Thank You
