CAPITAL GAINS (EXEMPTION U/S 54)
BY HARSH N. SHAH

SECTION	ASSET TRFERED	ASSET PURCHASED	TIME LIMIT		LOCK IN PERIOD	DEPOSIT INTO CGAS, 1988	ELIGIBLE ASSESSEE	AMOUNT OF EXEMPTION
			PURCHASE	CONSTRUCT				
54 (LTCG)	RES. HOUSE (EXCEPT SOPB)	RES. HOUSE (EXCEPT SOPB)	1 YR BEFORE OR 2 YRS AFTER DT OF TRF.	WITHIN 3 YRS FROM DT OF TRF.	3 YRS FROM DT OF TRF OF ASSET	BEFORE FILING RETURN	INDIVIDUAL, HUF	CAP GAIN OR COST OF NEW ASSET/DEPOSIT (LOWER OF ABOVE)
54B (STCG/LTCG)	URBAN AGRI LAND USED BY ASSESSEE/ PARENTS ATLEAST 2 YRS PRIOR TO DT OF TRF.	ANY AGRI LAND (RURAL/URBAN)	WITHIN 2 YRS FROM DT OF TRF.	N.A.	3 YRS FROM DT OF TRF OF ASSET	BEFORE FILING RETURN	INDIVIDUAL, **HUF (RECENT AMMEDMENT)**	CAP GAIN OR COST OF NEW ASSET/DEPOSIT (LOWER OF ABOVE)
54D (STCG/LTCG) COMPLUSORY ACQN	INDUSTRIAL UNDERTAKING (LAND, BLDG USED FOR ATLEAST 2 YRS PRIOR TO DT OF TRF)	INDUSTRIAL LAND, BLGD, FACTORY	3YRS FROM THE DT OF COMPENSATION		3 YRS FROM DT OF TRF OF ASSET	BEFORE FILING RETURN	ALL ASSESSEE	CAP GAIN OR COST OF NEW ASSET/DEPOSIT (LOWER OF ABOVE)
54EC (LTCG)	ANY LT CAPITAL ASSET	BONDS OF NHAI /REC	WITHIN 6 MONTHS FROM DT OF TRF. INVST <= RS 50 LAKHS IN EACH F.Y.	N.A.	3 YRS FROM DT OF TRF OF ASSET	N.A.	ALL ASSESSEE	CAP GAIN OR COST OF NEW ASSET/DEPOSIT (LOWER OF ABOVE)
54F	ANY LT CAPITAL ASSET (NOT BEING RES. HP)	ONLY ONE RES. HOUSE (EXCEPT SOPB)	1 YR BEFORE OR 2 YRS AFTER DT OF TRF.	WITHIN 3 YRS FROM DT OF TRF.	3 YRS FROM DT OF TRF OF ASSET	BEFORE FILING RETURN	INDIVIDUAL, HUF	NC FULLY UTILISED- FULLY EXEMPT. NC PARTLY UTILISED, EXEMPTION = (GROSS LTCG X COST OF NEW ASSET) / NC
54G (STCG/LTCG) SHIFTING	L/B/P/M EXCEPT FURNITURE (IN URBAN AREA)	L/B/P/M EXCEPT FURNITURE (IN RURAL AREA)	1 YR BEFORE OR 3 YRS AFTER DT OF TRF.	WITHIN 3 YRS FROM DT OF TRF.	3 YRS FROM DT OF TRF OF ASSET	BEFORE FILING RETURN	ALL ASSESSEE	CAP GAIN OR COST OF NEW ASSET/DEPOSIT (LOWER OF ABOVE)
54GA (STCG/LTCG) SHIFTING	L/B/P/M EXCEPT FURNITURE (IN URBAN AREA)	L/B/P/M EXCEPT FURNITURE (IN SEZ)	1 YR BEFORE OR 3 YRS AFTER DT OF TRF.	WITHIN 3 YRS FROM DT OF TRF.	3 YRS FROM DT OF TRF OF ASSET	BEFORE FILING RETURN	ALL ASSESSEE	CAP GAIN OR COST OF NEW ASSET/DEPOSIT (LOWER OF ABOVE)
54GB (LTCG)	RES. HOUSE/LAND (EXCEPT SOPB)	EQUITY SHARES OF ELIGIBLE CO** FOR PURCHASING NEW ASSET##.	BEFORE FILING RETURN U/S 139(1)	N.A.	5 YRS FROM DT OF TRF OF ASSET	N.A.	ALL ASSESSEE	NC FULLY UTILISED- FULLY EXEMPT. NC PARTLY UTILISED, EXEMPTION = (GROSS LTCG X COST OF NEW ASSET) / NC

** ELIGIBLE CO.	## NEW ASSET (PLANT & MACHINERY BUT DOESN'T INCLUDE)
1. INCORPORATED IN INDIA IN F.Y. IN WHICH C.G. ARISE OR IN NEXT YR BEFORE DUE DATE U/S 139(1)	1. PLANT & MACHINERY INSTALLED IN OFFICE PREMISES/ RESIDENTIAL PREMISES (INCL. OF GUEST HOUSE)
2. ENGAGED IN BUSINESS OF MFG. (ARTICLE OR THING)	2. COMPUTER ,COMPUTER SOFTWARE
3. ASSESSEE HOLDS >= 50% OF SHARE CAPITAL	3. ANY VEHICLE
4. QUALIFIES TO BE A SMALL & MEDIUM ENTERPRISE	4. SECOND HAND MACHINERY (INDIAN OR IMPORTED)

ABBREVATIONS

LT : LONG TERM
ST : SHORT TERM
NC : NET CONSIDERATION
CGAS : CAPITAL GAINS A/C SCHEME
SOPB : SELF OCCUPIED PROPERTY FOR BUSINESS