GST IMPACT ON ITR A.Y2018-19 IMPORTANT CHANGES IN ITR FROM A.Y 2018-19

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Highlights of Key Changes and Requirements in New ITR Forms for the A.Y 2018-19:

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email: cgstportal@gmail.com

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Applicability of New ITR forms

- ITR-1: Individuals being resident other than not ordinarily resident having Income from: Salaries, one house property, other sources (Interest etc.) and having total income upto Rs.50 Lakh.
- ITR–2: Individuals and HUFs not having income from profits and gains of business or profession.
- ITR–3: Individuals and HUFs having income from profits and gains of business or profession.
- ITR– 4: Presumptive Income from Business & Profession.
- ITR– 5: Applicable for Firms in all cases.
- ITR– 6: Companies other than companies claiming exemption under section 11.
- ITR–7: 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) i.e mainly for trusts, societies, AOP etc claiming exemption.

Details of salary and house property income [Applicable for ITR 1 to 4]:

New ITR forms require the individual assessee to provide detailed calculation in case of salary & house property income

PART B	GROSS TOTAL INCOME				Whole- Rupee(₹) only	
B1	i	Salary (*excluding all allowances, perquisites and profit in lieu of salary*)	i			
SALARY / PENSION	ii	Allowances not exempt	ii			
	iii	Value of perquisites	iii			
	iv	Profit in lieu of salary	iv			
	v	Deductions u/s 16	v			
	vi	Income chargeable under the head 'Salaries' (i + ii + iii + iv – v)			B1	
B2	Tick applicable option ☐ Self Occupied ☐ Let Out		If let out, furnish details below –			
HOUSE PROPERTY	i	Gross rent received/ receivable/ letable value	i			
	ii	Tax paid to local authorities	ii			
	iii	Annual Value (i – ii)	iii			
	iv	30% of Annual Value	iv			
	v	Interest payable on borrowed capital	v			
	vi	Income chargeable under the head 'House Property' (iii – iv – v)			B2 ( )	
B3	Income from Other Sources				B3	
B4	Gross Total Income (B1+B2+B3) *(If loss, put the figure in negative)*				B4( )	

Fee (Late Fee/Penalty) for not Filing of ITR on or before due date is required to be reflected in the ITR: (Applicable for all ITR Forms)

Fee for not Filing of ITR on or before due date – as amended by the Finance Act, 2017.

PART D – COMPUTATION OF TAX PAYABLE

D1	Tax payable on total		D2	Rebate u/s 87A		D3	Tax after Rebate	
D4	Cess, on D3		D5	Total Tax [illegible]d		D6	Relief u/s 89(1)	
D7	Interest u/s 234A		D8	Interest u/s 234B		D9	Interest u/s 234C	
D10	Fee u/s 234F		D11	Total Tax, Fee and Interest (D5+D7+D8+D9+D10 – D6)				
D12	Total Taxes Paid		D13	Amount payable (D11-D12) (if		D14	Refund (D12-D11) (if D12>D11)	

Exempt Income: *For reporting*	10 (38)		10(34)		Agricultural Income		Others	*Pls. specify*

Revised Depreciation Schedule (Applicable for ITR Form 3, 5 & 6)

- Revised Depreciation Schedule – CBDT vide Income-Tax (Twenty Ninth Amendment)
- Rules, 2016, dated 07-11-2016 had restricted the highest rate of depreciation for any
- block of asset to 40%. i.e. all block of assets which were eligible for depreciation at the
- rate of 50%, 60%, 80% or 100% would now be eligible for depreciation at the maximum
- rate of 40%. The new ITR Forms have replaced the depreciation column of
- 50/60/80/100 percent with 40% in case of plant & machinery.

Schedule DPM Depreciation on Plant and Machinery (Other than assets on which full capital expenditure is allowable as deduction under any other section)

CHINERY	1	Block of assets	Plant and machinery		
	2	Rate (%)	15	30	40
			(i)	(ii)	(iii)

Foreign Bank Details in case of Refund to NRI (Applicable for ITR Form 2 to 7)

In case of refund claimed by the NRI, then same can be got credited in the Foreign
Bank Account by providing details of same

BANK ACCOUNT	D22	Details of all Bank Accounts held in India at any time during the previous year (excluding dormant accounts) (In case of non-residents, details of any one foreign Bank Account may be furnished for the purpose of credit of refund)				
		Sl.	IFS Code of the Bank in case of Bank Accounts held in India (SWIFT Code in case of foreign Bank Account)	Name of the Bank	Account Number (IBAN in case of foreign Bank Accounts)	Indicate the account in which you prefer to get your refund credited, if any *(tick one account ☑)*
		i				
		ii				

Capital Gains in case of transfer of unquoted shares (Applicable for ITR 2,3,5,6 and 7)

Capital Gains in case of transfer of unquoted shares – for providing consequential reporting as per amended new Section 50CA, inserted by Finance Act, 2017, new column inserted.

 Sec 50CA provides that where consideration for transfer of shares of a company other than a quoted share is less than the FMV of such a share, the FMV determined as per the Rules, shall be deemed to be the full value of consideration for computing income under the head "capital gains.

 Reporting of sum taxable as Gift (i.e if the value exceeds Rs.50000/-) – new

clause 56(2)(x) as Inserted by Finance Act 2017 is applicable to all assesses.

7. De

a	i	In case assets sold include shares of a company other than quoted shares, enter the following details			
		a	Full value of consideration received/receivable in respect of unquoted shares		
		b	Fair market value of unquoted shares determined in the prescribed manner		
		c	Full value of consideration in respect of unquoted shares adopted as per section 50CA for the purpose of Capital Gains (higher of a or b)	ic	
	ii	Full value of consideration in respect of assets other than unquoted shares			
	iii	Total (ic + ii)		aiii	

iii	Income of the nature referred to in section 56(2)(x) which is chargeable to tax		
	a	Aggregate value of sum of money received without consideration	
	b	In case immovable property is received without consideration, stamp duty value of property	

Details of business transactions with registered and unregistered suppliers under GST (Applicable for ITR-6)

A new Schedule has been inserted in ITR 6 which requires every company, who is not required to get its accounts audited under Section 44AB, to provide following details in respect of all transactions entered into during the year with a registered or unregistered supplier under GST:

Schedule GST Break-up of total expenditure with entities registered or not registered under the GST (*Details in respect of expenditure on or after 01st July, 2017 to be filled up by the assessee who is not liable to get accounts audited u/s 44AB*)

DETAILS OF GST	Sl. No.	Total amount of Expenditure during the year (*aggregate of expenditure reported at items 6, 8 to 35, 37 & 38 of Part-A-P&L / P&L – Ind AS*)	Expenditure in respect of entities registered under GST				Expenditure relating to entities not registered under GST
			Relating to goods or services exempt from GST	Relating to entities falling under composition scheme	Relating to other registered entities	Total payment to registered entities	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)

NOTE ▶ *Please refer to instructions for filling out this schedule.*

Reporting of CSR appropriations (Applicable for ITR-6):

Corporate Social Responsibility (CSR) expenditures are to be incurred mandatorily under the Companies Act, 2013 and these expenditures are not deductible under section 37(1) of the Income-tax Act, 1961. All the companies which are covered under Section 135 of Companies Act 2013 are required to disclose CSR expenditure during the year in its Board's report.

A new column has been inserted in ITR Form 6 to provide details of apportionments made by the companies from the net profit for the CSR activities

51	Appropriations			
	i	Transfer to reserves and surplus	51i	
	ii	Proposed dividend/ Interim dividend	51ii	
	iii	Tax on dividend/ Tax on dividend for earlier years	51iii	
	iv	Appropriation towards Corporate Social Responsibility (CSR) activities (*in case of companies covered under section 135 of Companies Act, 2013*)	51iv	
	v	Any other appropriation	51v	

Ownership information in case of unlisted company (Applicable for ITR-6)

The new ITR 6 requires every unlisted company to provide details of all beneficial owners who are holding 10% or more voting power (directly or indirectly) at any time during the year 2017-18. These companies are required to provide the name, address, percentage of shares held and PAN of the beneficial owners.

- **Transfer of TDS Credit to Other Person (Applicable for ITR 2 to 7)**
- Currently, Income-tax Department matches the TDS disclosed in ITR with the amount of
- TDS as shown in Form 26AS and in case of mismatch, the Dept. asks the assessee to
- reconcile the mismatch. Therefore, in the situations as mentioned above, the taxpayers
- were facing difficulties in claiming the TDS credit.
- To overcome this problem, the ITR forms introduce new columns in TDS Schedule
- which would allow Dept. to easily correlate the PAN, amount of income and TDS
- thereon as disclosed by both the parties in their respective return of income. It would
- make it convenient for the assessee to claim the credit of tax deducted in name of
- another person.

Disallowance of expenses in case of TDS default (for residuary income) (Applicable for ITR 2,3,5,6 and 7)

The provisions of Section 40(a)(ia) disallow 30% of certain expenditures if tax is not deducted in respect of those expenditures in accordance with Chapter XVII-B or if tax is deducted but not deposited on or before the due date for filing of return of income.

The Finance Act, 2017 introduced the similar disallowance provision in case of income from other sources if tax is not deducted or not deposited in accordance with Chapter XVII-B. A new column has been inserted in the ITR Forms to report such disallowances

Details of GST paid, received and refunded (Applicable for ITR 3,5 and 6)

After enactment of GST Act, the new ITR forms have introduced new columns to report CGST, SGST, IGST and UTGST paid by, or refunded to, assessee during the Financial Year.

7	Duties and taxes, paid or payable, in respect of goods and services purchased			
	i	Custom duty	7i	
	ii	Counter veiling duty	7ii	
	iii	Special additional duty	7iii	
	iv	Union excise duty	7iv	
	v	Service tax	7v	
	vi	VAT/ Sales tax	7vi	
	vii	Central Goods & Service Tax (CGST)	7vii	
	viii	State Goods & Services Tax (SGST)	7viii	
	ix	Integrated Goods & Services Tax (IGST)	7ix	
	x	Union Territory Goods & Services Tax (UTGST)	7x	
	xi	Any other tax, paid or payable	7xi	
	xii	Total (7i + 7ii + 7iii + 7iv + 7v + 7vi + 7vii + 7viii + 7ix + 7x + 7xi)		

C	Duties, taxes and cess received or receivable in respect of goods and services sold or supplied			
	i	Union Excise duties	i	
	ii	Service tax	ii	
	iii	VAT/ Sales tax	iii	
	iv	Central Goods & Service Tax (CGST)	iv	
	v	State Goods & Services Tax (SGST)	v	
	vi	Integrated Goods & Services Tax (IGST)	vi	
	vii	Union Territory Goods & Services Tax (UTGST)	vii	
	viii	Any other duty, tax and cess	viii	
	ix	Total (i + ii + iii + iv +v+ vi+vii+viii)		

5	Amounts not credited to the profit and loss account, being -			
	a	the items falling within the scope of section 28	5a	
	b	the proforma credits, drawbacks, refund of duty of customs or excise or service tax, or refund of sales tax or value added tax, or refund of GST, where such credits, drawbacks or refunds are admitted as due by the authorities concerned	5b	

Additional details to be furnished by taxpayers opting for presumptive scheme UNDER SECTION 44AD (Applicable for ITR-4)

Now, there is an additional requirement to quote GSTR No. and turnover/gross receipts as per GST return filed in respect of details of business and profession computed under presumptive basis u/s 44 AD (or) 44AE (or) 44ADA .

Turnover includes Taxable, exempted, Zero Rated, Nil Rated and Non GST supplies. The Turnover as mentioned above should match with Gross Receipt to be shown in Schedule BP in ITR**. The new ITR 4 form seeks more financial details of business such** as amount of secured/unsecured loans, advances, fixed assets, capital account etc.

INFORMATION REGARDING TURNOVER/GROSS RECEIPT REPORTED FOR GST			
E9	GSTR No.	E9	
E10	Amount of turnover/Gross receipt as per the GST return filed	E10	

FINANCIAL PARTICULARS OF THE BUSINESS

NOTE—For E11 to E25 furnish the information as on 31st day of March, 2018

E11	Partners/ Members own capital	E11	
E12	Secured loans	E12	
E13	Unsecured loans	E13	
E14	Advances	E14	
E15	Sundry creditors	E15	
E16	Other liabilities	E16	
E17	Total capital and liabilities (E11+E12+E13+E14+E15+E16)	E17	
E18	Fixed assets	E18	
E19	Inventories	E19	
E20	Sundry debtors	E20	
E21	Balance with banks	E21	
E22	Cash-in-hand	E22	
E23	Loans and advances	E23	
E24	Other assets	E24	

IF YOU WANT TO LEARN HOW FIND OUT GST NUMBER OF ANY ASSESSEE CLICK THE LINK ON LEFT BELOW

THANKS FOR READING

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