

teachoo.com

Best place to learn Accounts and Tax

Changes in ITR Forms for Financial Year 2016-17 (Updated)

by **CA Maninder Singh**

CA MANINDER SINGH PRACTICAL TRAINING CLASSES @ teachoo.com (टीचू)

Best place to learn Accounts, Tax, Excel and Tally. Do the premium course [here](#).

Which ITR form for whom?

List of ITR Forms for Financial Year 2016-17 (AY 2017-18)

Form	Used for
ITR 1	Small Salaried or Interest or One House Property upto 50 lacs
ITR 2	2 House Property or Capital Gain or Salary >50 lacs
ITR 3	Large Proprietorship (Audit Case)
ITR 4	Small Business Proprietorship/Partnership/Small Professionals
ITR 5	Large Partnership (Audit Case)
ITR 6	Companies (Private Limited)
ITR 7	NGO/Trust/Temple/Hospital

List of ITR Forms for Financial Year 2015-16 (AY 2016-17)

Form	Used for
ITR 1	Small Salaried or Interest or One House Property
ITR 2A	2 House Property or Capital Gain or Salary >50 lacs
ITR 2	Capital Gain or Having Foreign Assets
ITR 3	Partner having No Other Business
ITR 4	Large Proprietorship (Audit Case)
ITR 4S	Small Business Proprietorship/Partnership/Small Professionals
ITR 5	Large Partnership (Audit Case)
ITR 6	Companies (Private Limited)
ITR 7	NGO/Trust/Temple/Hospital

Important Changes

PARTICULARS	FINANCIAL YEAR 2015-16 (AY 2016-17)	FINANCIAL YEAR 2015-16 (AY 2016-17)
44AD/44AE Scheme	ITR 4S	ITR 4
44ADA Scheme for Professionals	N/A	ITR 4
Proprietorship Audit	ITR 4	ITR 3
2 House Property	ITR 2A	ITR 2
Partner having No Other Business	ITR 3	ITR 2
Partner having Other Business	ITR 4	ITR 3

EXPLANATION

Different ITR Form List for Financial Year 2016-17(AY 2017-18)

ITR 1 Form (ITR 1 Sahaj Form)

It is to be filled by Salaried Person having Salary Income/Interest Income/Income from One House Property

However, this ITR Form can only be filled if Gross Total Income is upto 50 lacs

ITR 2 Form

Those Salaried Individual Income who cannot file ITR 1 have to file ITR 2

Examples

- Having Income from More than One House property
- Having Capital Gain Income
- Having Total income more than 50 lacs

Note:-

Last Year in FY 2015-16(AY 2016-17), there were 2 separate returns

ITR2A – If Income from 2 property but not having Capital Gain or Foreign Asset

ITR 2 If having foreign asset or Capital Gain

Now, ITR2A has been abolished

ITR 4 Form for Small Business (ITR 4 Sugam)

For Small business like Proprietorship and Partnership, there is no need to Maintain Books of Accounts

If turnover is upto 2 Crores, then fixed 8% of turnover is treated as Income directly under 44AD

Similarly there is 50% Scheme for Professionals if turnover upto 50 lacs under 44ADA

Similarly for those in truck business, there is 7500 pm Scheme under 44AE

Such schemes are called Presumptive taxation Scheme

These business have to file ITR 4

Note:-

Last Year in FY 2015-16(AY 2016-17),

These business had to use ITR 4S Forms, Now they have to use ITR 4 in this year

Also last year, Professionals like CA/Doctor could not opt for such presumptive taxation scheme

ITR 4S Form

This form was used for *FY 2015-16(AY 2016-17)*, in case of 44AD, 44AE business.

Now this form has been replaced by ITR 4 Form for *FY 2016-17(AY 2017-18)*.

ITR 3 Form

This is for those proprietorship/partnership who are not claiming 44AD/44AE/44ADA Scheme

Example

- Showing Profit less than 8% or Showing loss
- Having Turnover more than 2 Crore (50 lacs for professionals)

Note:-

They have to get compulsory audit from CA and file ITR 3

Last Year in FY 2015-16 (AY 2016-17), ITR 4 was applicable for such business

ITR 5

This is to be filed by **Partnership** not claiming 44AD/44ADA/44AE Scheme

In this case. They have to get compulsory audit from CA

Last Year in FY 2015-16 (AY 2016-17) also same form ITR 5 was applicable

ITR 6

This form is for Companies (Private Limited and Public Limited Companies)

In this case, 44AD, 44ADA, 44AE Scheme is not applicable

There is compulsory audit from CA and ITR 5 is applicable

Last Year in FY 2015-16 (AY 2016-17) also same form ITR 6 was applicable

ITR 7

This is filed by persons normally having exempt income like

- Trust
- NGO
- Political Parties
- Temples/mosques

ITR Form is same as last year

ITR Forms for Partners of Partnership Firm

If they have some other business, they have to file ITR 3

If they do not have any other business, they file ITR 2

Note:-

Last Year in FY 2015-16(AY 2016-17)

If they have some other business, they have to file ITR 4

If they do not have any other business, they file ITR 3

Other Notable changes in new ITR Forms for Financial year 2016-17(AY 2017-18)

1. Adhar Card is Now Made Compulsory from 1 July 2017

If you don't have Adhar Card, you have to apply for the same, mention enrollment id and then Fill ITR

FORM	SAHAJ ITR-1				INDIVIDUAL INCOME TAX RETURN [For Individuals having Income from Salaries, One House Property, Other Sources (Interest etc.) and having taxable income upto Rs.50 lakh] (Refer instructions for eligibility)				Assessment Year 2 0 1 7 - 1 8		
	PERSONAL INFORMATION	First Name		Middle Name	Last Name		PAN				Validate
Flat / Door / Block No.		Name of Premises / Building / Village				Aadhaar Number/Aadhaar Enrolment Id				Next	
Road / Street/ Post Office		Area / Locality		Date of birth						Calculate Tax	
Town/ City/ District		State	Country		Pincode				Generate XML		
Email Address		Mobile No.	Employer Category						Print		
										Import from Previous version	
										Import Personal/Tax Details from XML	
										Help	

2. Details of Cash Deposit during Demonetization to be Mentioned

This is required for each bank account if the amount is more than or equal to 2 lacs

27 Details of all Bank Accounts held in India at any time during the previous year (excluding dormant accounts)				
Bank Account in which refund, if any, shall be credited				
Sl.No	IFS Code of the Bank	Name of the Bank	Account Number (the number should be 9 digits or more as per CBS system of the bank)	Cash deposited during 09.11.2016 to 30.12.2016 (if aggregate cash deposits during the period ≥ Rs.2 lakh)
1				
Other Bank account details				
Sl.No	IFS Code of the Bank	Name of the Bank	Account Number (the number should be 9 digits or more as per CBS system of the bank)	Cash deposited during 09.11.2016 to 30.12.2016 (if aggregate cash deposits during the period ≥ Rs.2 lakh)
2				

About the Author



CA Maninder Singh

CA Maninder Singh is a Chartered Accountant for the past 6 years. He provides courses for Practical Accounts, Taxation , GST and Efiling at teachoo.com.

What is teachoo?

Teachoo is a place where you can learn basics of Tax, Accounts, Excel, Tally free. You can also know about online efilng work as done by Companies by taking our premium course.

Tax

Accounts

Excel

Tally

Premium Course