



### ITR 1 & 4 for AY 20-21 Notified

As a new year gift to the taxpayers, CBDT on January 03, 2020, notified two Income-tax return forms, ITR 1 and ITR 4 as applicable for AY 2020-21. Both forms, released in the PDF format 3 months prior to the starting of the financial year, are effective from April 01, 2020. A gist of modifications in applicability norms and updates therein is as under:

#### Applicability of ITR Forms

##### ITR-1 Sahaj

ITR 1 is not to be filed by a person, who:

- owns a house property in joint-ownership with two or more persons;
- is required to furnish a return of income under seventh proviso to sub-section (1) of section 139.

##### ITR-4 Sugam

ITR 4 is not to be filed by a person, who:

- owns a house property in joint-ownership with two or more persons.

For the sake of brevity w.r.t ITR-1, provisions under the seventh proviso to sub-section (1) of section 139 are as under:

*Provided also that a person referred to in clause (b), who is not required to furnish a return under this sub-section, and who during the previous year—*

- has deposited an amount or aggregate of the amounts exceeding one crore rupees in one or more current accounts maintained with a banking company or a co-operative bank; or*
- has incurred expenditure of an amount or aggregate of the amounts exceeding two lakh rupees for himself or any other person for travel to a foreign country; or*
- has incurred expenditure of an amount or aggregate of the amounts exceeding one lakh rupees towards consumption of electricity; or*
- fulfils such other conditions as may be prescribed,*

*shall furnish a return of his income on or before the due date in such form and verified in such manner and setting forth such other particulars, as may be prescribed.*

#### Structural changes in ITR

##### ITR-4 Sugam

- For persons holding a Passport, the number is to be reported in the ITR Form at line A19

- For persons falling under Seventh proviso to section 139(1), filing this ITR Form, the following information is required to be answered in a Yes-No format, and if applicable, the corresponding amount is to be reported:
  - *Have you deposited amount or aggregate of amounts exceeding Rs. 1 Crore in one or more current account during the previous year?*
  - *Have you incurred expenditure of an amount or aggregate of amount exceeding Rs. 2 lakhs for travel to a foreign country for yourself or for any other person*
  - *Have you incurred expenditure of amount or aggregate of amount exceeding Rs. 1 lakh on consumption of electricity during the previous year?*
- In General Information Tab (Part A), two new line have been inserted. A25 is for capturing details of firms in which the person filing the ITR Form was partner. A26 is applicable in case of partnership firms filing the ITR Form, to capture particulars of persons who were partners in the firm
- G1-G4 are instered for reporting of particulars of cash and bank transactions of presumptive business during the financial year. Opening balance, receipts, payment/withdrawals and closing balance are to be reported.
- Column for other information that was required to be punched in case of presumptive business as applicable till the last Financial Year (such as figures of unsecured loans, sundry debtors, sundry creditors, closing stock) have now been deleted and are no longer to be reported.

**Source:**

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