

Know your Income Tax Rate for AY 2021-22 & AY 2022-23

FOR INDIVIDUAL, HUF, AOP,
BOI, AJP AND FIRMS



Income Tax Department
Central Board of Direct Taxes

1. Income Tax Slab Rate for Individual (resident or non-resident) or HUF or AOP or BOI or any other artificial juridical person:

- 1.1 Individual (resident or non-resident), (Other than senior and super senior citizen) (HUF or AOP or BOI whether incorporated or not or every Artificial Juridical Person) (AJP)::

Net income range	Income-Tax rate	
	AY 2021-22	AY 2022-23
Upto Rs. 2,50,000	Nil	Nil
Rs. 2,50,000 - Rs. 5,00,000	5%	5%
Rs. 5,00,000 - Rs. 10,00,000	20%	20%
Above Rs. 10,00,000	30%	30%

- 1.2 Resident senior citizen, i.e., every individual, being a resident in India, who is of the age of 60 years or more but less than 80 years at any time during the previous year:

Net income range	Income-Tax rate	
	AY 2021-22	AY 2022-23
Upto Rs. 3,00,000	Nil	Nil
Rs. 3,00,000 - Rs. 5,00,000	5%	5%
Rs. 5,00,000 - Rs. 10,00,000	20%	20%
Above Rs. 10,00,000	30%	30%

- 1.3 Resident super senior citizen, i.e., every individual, being a resident in India, who is of the age of 80 years or more at any time during the previous year:

Net income range	Income-Tax rate	
	AY 2021-22	AY 2022-23
Upto Rs. 5,00,000	Nil	Nil
Rs. 5,00,000- Rs.10,00,000	20%	20%
Above Rs. 10,00,000	30%	30%

- 1.4 Hindu Undivided Family (including AOP, BOI and Artificial Juridical Person)

Net income range	Income-Tax rate	
	AY 2021-22	AY 2022-23
Upto Rs. 2,50,000	Nil	Nil
Rs.2,50,000 to Rs. 5,00,000	5%	5%
Rs. 5,00,000 - Rs.10,00,000	20%	20%
Above Rs. 10,00,000	30%	30%

- 1.5 ADD:

In addition to the Income Tax amount calculated, based on the above-mentioned tax slabs, these assesseees are required to pay Surcharge and Cess as under-

- Surcharge @ 10% of income tax is applicable where the total income exceeds Rs. 50 lakh and upto Rs.1 Crore.
- Surcharge @ 15% of income tax is applicable where the total income exceeds Rs.1 Crores and upto Rs.2 Crores.
- Surcharge @ 25% of income tax is applicable where the total income exceeds Rs.2 Crores and upto Rs.5 Crores.
- Surcharge @ 37% of income tax is applicable where the total income exceeds Rs. 5 Crores and onwards.
- Health & Education Cess levied at the rate of 4% on the amount of Income-tax plus surcharge.

NOTE:

1. For salaried persons (including pensioners) standard deduction of Rs.50,000/- or the amount of salary, whichever is less is allowed. [Sec 16 (ia)]
2. For persons receiving family pension deduction of thirty three and one-third percent of such pension or Rs.15,000, whichever is less, is allowed. [Sec 57 (ia)]
3. Rebate u/s 87A Rs.12,500 or 100% of income tax, whichever is less, if total income does not exceed Rs.5,00,000(applicable for resident individual) [Sec 87A]
4. The enhanced surcharge of 25% and 37% as the case may be is not levied, from income chargeable to tax u/s 111A, 112A and 115AD

2. Special tax Rate for Individual and HUFs (New Personal Income-tax regime) (115BAC)

The Finance Act, 2020, has provided an option to Individuals and HUF for payment of taxes at the following reduced rates from assessment Year 2021-22 and onwards:

Net income range	Income-Tax rate
Upto Rs. 2,50,000	Nil
Rs. 2,50,001 – Rs. 5,00,000	5%
Rs. 5,00,001- Rs.7,50,000	10%
Rs.7,50,001- Rs.10,00,000	15%
Rs.10,00,001- Rs.12,50,000	20%
Rs.12,50,001- Rs.15,00,000	25%
Above Rs.15,00,000	30%

ADD:

In addition to the Income Tax amount calculated, based on the above-mentioned tax slabs, these assesseees are required to pay Surcharge and Cess as given in para 1.5 above.

NOTE:

The option to pay tax at lower rates shall be available only if the total income of assessee is computed without claiming specified exemptions or deductions.

3. Partnership Firm/ LLP

A firm (including LLP) is taxable @ 30 %* for AY 2021-22 and AY 2022-23

* Surcharge @12% of such tax, where the total income exceeds Rs.1 crore.

NOTE:

Subject to marginal relief*.

Health & Education Cess at rate of 4% on amount of Income-tax plus surcharge

* Marginal Relief –

Marginal relief will be provided to certain taxpayers upto the amounts of difference between the excess tax payable (including-surcharge) on the income above Rs. 50 lakhs**/Rs.100 lakhs and the amount of income that exceeds Rs. 50 lakhs**/Rs. 100 lakhs respectively.

**Only for individual having income between Rs. 50 lakhs and below Rs. 100 lakhs



Prominent deductions under Chapter VI-A for Non-Business Taxpayers:

(Subject to certain conditions as laid down in the Act/ Rule.)

To whom applicable	Section	Description	Max. amount (Rs.)
Individual/ HUF	80C	Investment in life insurance, recognized PF/ Superannuation Fund, PPF, ULIP, NSC, Sukanya Samridhi Account, Mutual Fund, Payment of Children Tuition fee, payment of principal amount of loan for purchase of House property, notified bank/ P.O. & fixed deposits etc., upto Rs.1.5 lakh only (total).	1.5 Lakhs
Individual	80CCC	Expenses towards payment of premium towards annuity plan of LIC or any other IRDA approval insurance agency upto Rs.1.5 lakh. (Along with 80C).	1.5 Lakhs
Individual	80CCD(1)	Investment by an employee to the extent of 10% of salary or 20% of gross total income in the case of self-employed individual to Notified Pension Scheme (New Pension Scheme / Atal Pension Yojana) uptoRs. 1,50,000. (Along with 80C and 80CCC).	1.5 Lakhs
Individual	80CCD(1B)	Additional contribution to NPS exempt uptoRs. 50,000 is eligible for deduction; w.e.f. AY 2016-17.	50,000
Individual	80CCD(2)	Contribution by employer in pension scheme to the extent of 10% (14% incase employer is Central Government) of salary of employee above the Rs.1.5 lakh limit in Sec. 80CCD(1), subject to certain conditions. Self-employed cannot claim this tax deduction.	1.5 Lakhs
Individual	80CCE	The aggregate amount eligible for deduction under sec. 80C, 80CCC & 80CCD(1) is Rs. 1.5 lakh.	1.5 Lakhs
Individual/ HUF	80D	Health insurance premium/ contribution to CGHS payment for preventive Health Checkup of Self, families and parents (Rs. 25,000), Rs. 50,000 in case any person insured is a Resident Senior Citizen or (ii) Medical Expenditure on senior citizens in family and parents (Rs. 50,000) for non-cash payments. Note: (i) Aggregate deduction for medical insurance premium and medical treatment expenditure shall not exceed Rs.50,000. (ii) The maximum deduction for payment on account of preventive health checkup of self, spouse, parent(s) or dependent children in aggregate shall be Rs. 5000.	50,000
Resident Individual/ HUF	80DD	Expenses for medical treatment, training or rehabilitation of disabled dependent relative. Amount: Rs. 75,000 for normal disability/ Rs. 1, 25,000 for severe disability.	75,000/ 1,25,000
Resident Individual/ HUF	80DDB	Expenditure on medical treatment of specific disease or ailment for self or dependent – Rs. 40,000 or actual bill paid whichever is less. In case of Senior Citizen- Rs.1,00,000	40,000/ 1,00,000

Individual	80E	Deduction on repayment of interest on loan taken for pursuing higher education from approved financial and charitable institutions. Deduction is allowed upto 8 Assessment Years.	Any Amount
Individual	80EE	Interest paid upto Rs. 50,000 on home loan (not exceeding Rs. 35 lakh issued between 01.04.2016 to 31.03.2017 for acquisition of home (value of residential property not exceeding Rs.50 lakh) to individual having no residential house on the loan sanction date.	50,000
All	80G	Donation to certain funds, charitable institutions etc. can be claimed on 100% or 50% amount as per conditions provided. However, cash donation is allowed uptoRs. 2000 only.	Any Amount
Individual not receiving HRA	80GG	Rent paid for residential accommodation in excess of 10% of adjusted total income (subject to limits) or actual rent paid or 25% of adjusted total income or Rs. 5,000 p.m., whichever is the least.	5,000 per month
All except those having Income under "Profits and Gains of Business or Profession".	80GGA	Donation made towards Scientific, Social or Statistical Research or Rural Development. However, in case of cash only Rs.10,000 is allowed (Rs. 2,000 w.e.f. 01.06.2020).	No Limit
All except AJP/local Authority	80GGC	Donation to Political Parties or electoral trust (not in cash)- applicable to individual only.	No Limit
Individual	80QQB	Only Royalty on books. Max. limit - Rs. 3 lakh.	3 Lakhs or specified income whichever is less
Individual	80RRB	On royalty on registered patents. Max. limit - Rs. 3 lakh.	3 Lakhs
Individual/HUF* Not applicable for Senior Citizens.	80TTA:	Upto Rs.10,000 on interest on deposits (not being time deposits) in a Saving account.	10,000
Individual (Senior Citizen)	80TTB	On interest on deposit/savings with banks and post offices etc. in case of Senior Citizens Rs. 50,000 (maximum) (80TTA not allowed).	50,000
Individual	80U	Rs. 75,000 physical disability (not less than 40% disability) &Rs. 1,25,000 in case of severe disability (more than 80% disability)	75,000/ 1,25,000
	[Deduction u/s 80RRB & 80QQB can be claimed only if Return of income is filed within the due date.]		

Special Tax Rates under Chapter XII

Section	Applicable to	Particulars of Income	Rate
111	Individual	Accumulated balance of a Registered Provident Fund which is included in the total income of an employee owing to provision of Rule 8 of Part A not being applicable.	Normal rate of Tax
111A	All Categories of Taxpayers	Short Term Capital Gain arising on transfer of equity share, equity oriented fund, unit of a business trust on or after 01.04.2004 which have been charged to Security Transaction Tax.	15%
112	All Taxpayers except Non-residents	Capital Gain arising on transfer of Long Term Capital Assets	20%
112	Non-residents	Capital Gain arising on transfer of Long Term Capital Assets: (i) In case the long term capital asset includes unlisted securities or shares of a private company then LTCG is charged (ii) Otherwise LTCG is charged	10% 20%
112A	All categories of Taxpayers	w.e.f. 01.04.2019, Capital Gain arising on transfer of Long Term Capital Assets (being equity share, equity oriented fund, unit of a business trust upon which Security Transaction Tax is paid) if it exceeds Rs. 1 lakh, then it is taxable at	10%
115ACA	Resident individual being employee of an Indian corporation engaged in specified knowledge based industry/ service	(i) Dividend [other than dividend referred to in Section 115(O)] on Global Depository Receipts of an Indian Company engaged in specified knowledge based industry or service, issued under ESOP scheme (ii) Long Term Capital Gain arising on transfer of Global Depository Receipt referred above	10% 10%
115B	All categories of Taxpayers	Profit & Gain arising from life Insurance business.	12.50%
115BB	All categories of Taxpayers	Income from winning of lottery, crossword puzzle, race, horse race, card or other games, gambling/ betting of any nature	30%
115BBC	Any person receiving on behalf of trust/ institution referred in (iv), (v), (vi), & (via) of Sec.10 (23C) or Sec 11	Income by way of anonymous donation received in excess of the higher of the following: (a) 5% of total donation received, (b) Rs. one lakh	30%
115BBDA	A resident assessee other than a domestic company, trust/ institution referred in (iv), (v), (vi), & (via) of Sec. 10(23C) and Trust/ institution registered u/s 12A or 12AA	Income by way of dividend exceeding Rs. 10 lakh in aggregate	10%

115 BBE	All categories of Taxpayers	Income referred to in Sec 68, 69, 69A, 69B, 69C and 69D declared in return of income or added by the Assessing Officer. Note: No deduction, expenditure, allowance, set off of loss is allowed on such income.	60%
115BBF	A resident patentee assessee	Income by way of Royalty in respect of a patent developed & registered in India. Note: No deduction, in respect of any expenditure, allowance is allowed in computing such income.	10%
115BBG	All categories of Taxpayers	Income by way of transfer of "Carbon Credit" Note: No deduction in respect of any expenditure or allowance is allowed while computing such income.	10%

Special Tax Rates Under Chapter XII (Applicable to non-resident)

Section	Particulars of Income	Rate
115A	(i) Dividend [other than dividend referred to in Section 115(O)].	20%
	(ii) Interest received from Govt. of India/Indian Concern in foreign currency.	20%
	(iii) Interest received from Infrastructure Debt Fund referred in Section 10(47).	5%
	(iv) Interest on money borrowed in foreign currency by an Indian Company or the business trust.	5%
	(v) Distributed income being interest received by a unit holder from a business trust specified in section 10(23FC) or (FCA) of the Income Tax Act.	5%
	(vi) Income received in respect of units purchased in foreign currency, of a Mutual Fund specified u/s 10(23D) or UTI.	20%
	(vii) Royalty/Fees for Tech. Services (other than as specified u/s 44DA(1) received from Govt. of India/ Indian concern in pursuance of an agreement. Note: (a) No deduction, expenditure or allowance as allowed u/s 28 to 44C and 57 of the Income Tax Act, 1961. (b) The person is not required to file return of income if total income consists of only incomes stated above and correct TDS is made on such income.	10%
115AC	(i) Income by way of interest earned on notified bond of an Indian Company/ Bond of PSUs sold by Govt. of India which is purchased by taxpayer in foreign currency.	10%
	(ii) Dividend (other than dividend referred to in Section 115(O) on global Depository Receipts of an Indian Company issued/ reissued by notified scheme of Govt. of India and purchased in foreign currency.	10%
	(iii) Long Term Capital Gain arising on transfer of bonds and transfer of Global Depository Receipts referred above.	10%

Note:

(a) No deduction, expenditure or allowance as allowed u/s 28 to 44C and 57 of the Income Tax Act, 1961

(b) The person is not required to file return of income if total income consists of only incomes referred in Sl. No. (i) & (ii) stated above and correct TDS is made on such income.

115BBA

Income received/receivable by way of:

(i) Participation of any sports and games (other than lottery, crossword puzzle, race, horse race, card or other games, gambling/betting of any nature) (for a non-resident sportsman who is not citizen of India) 20%

(ii) Advertisement 20%

(iii) Contribution of article relating to sports & games in India in newspaper, magazine, journals etc. 20%

(iv) Income from any game or sport played in India. (for non-resident sports association or institution) 20%

(v) Income from Performance in India as an entertainer (for non-resident who is not citizen of India) 20%


Note: (a) No deduction, expenditure or allowance is allowed under any provision of the Income Tax Act, 1961

E-FILING of IT Return at


<https://www.incometax.gov.in>

- Determine the types of IT Return required for you
- Registration on e-filing portal
- Aadhar linking with PAN
- Obtain Form 16/16A from Tax Deductor
- Check 26 AS for tax credit
- IFSC & Account no. of all bank accounts
- Registered e-mail id & mobile
- Generate e-verification code to avoid sending ITR-V, with the help of:
 - (i) Aadhar
 - (ii) Registered Bank Account / ATM
 - (iii) Net Banking
 - (iv) Demat Account
 - (v) ATM/Debit Cardor send ITR-V by post to CPC, Bengaluru



 [incometaxindiaofficial](https://www.facebook.com/incometaxindiaofficial)

 [IncomeTaxIndia](https://twitter.com/IncomeTaxIndia)

 [IncomeTaxIndia.Official](https://www.instagram.com/IncomeTaxIndia.Official)

 [Income Tax India](https://www.youtube.com/IncomeTaxIndia)

DIRECTORATE OF INCOME-TAX

(Public Relations, Publications & Publicity)

6th Floor, Mayur Bhawan, New Delhi

This Brochure should not be construed as an exhaustive statement of the law. For details reference should always be made to the relevant provisions in the Acts and the Rules

www.incometaxindia.gov.in