





FACELESS ASSESSMENTS

FACELESS APPEALS

TAXPAYERS' CHARTER



Any assessment, other than exception, outside Faceless Scheme will be invalid.



No intrusive and survey actions by field officers – Only Investigation wing and TDS wing can after approval by officer of the level of Chief Commissioner or above

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Faceless Appeals

TRUST, TRANSPARENCY & TAX

Faceless Appeal Scheme will be implemented from 25th September

TOTAL TRANSPARENCY



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FEATURES



Appeals to be randomly allotted to any officer in the country



The identity of officers deciding appeal will remain unknown

No need to visit the officer/office



The appellate decision will be Team-Based & reviewed

EXCEPTIONS

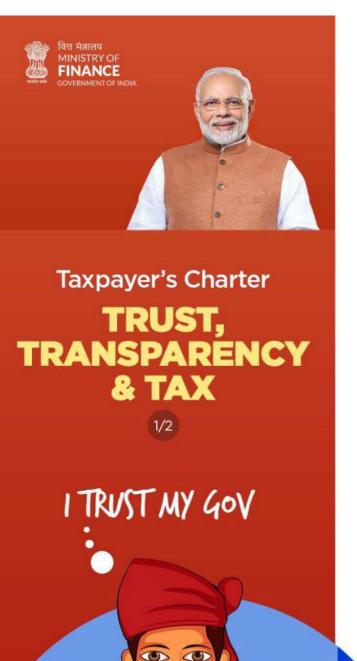
CASES RELATING TO:

- Serious frauds, Major Tax Evasion, Sensitive & Search matters
- International tax
- · Black Money Act & Benami Property









COMMITMENT TO TAXPAYERS



- To provide fair, courteous, and reasonable treatment
- Treat taxpayer as honest
- To provide mechanism for appeal and review
- To provide complete and accurate information
- To provide timely decisions
- To collect the correct amount of tax
- To respect privacy of taxpayers
- To maintain confidentiality
- To hold its authorities accountable
- To enable representative of choice
- To provide mechanism to lodge complaint
- · To provide a fair & just system
- To publish service standards & report periodically

To reduce cost of compliance



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Faceless Assessment

A NEW ERA
OF TRUST,
TRANSPARENCY
& TAX

TFOR TRUST!



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FEATURES





Selection only through system using data analytics & Al



Abolition of territorial jurisdiction

Automated random allocation of cases



Central issuance of notices with Document Identification No. (DIN)



No physical interface, No need to visit income tax office



Team-based assessments and Team-based review

Draft assessment order in one city, review in another city & finalisation in third city

EXCEPTIONS

CASES RELATING TO:

- Serious frauds, Major Tax Evasion, Sensitive & Search matters
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Direct Tax Reforms

REDUCTION IN TAX RATES & SIMPLIFICATION OF DIRECT TAX LAWS

SIMPLE HAI!



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Corporate Tax: Taxation Laws (Amendment) Act, 2019



Corporates to pay tax at concessional rate of 22%



Corporate tax for new manufacturing companies (set up after Oct. 2019) reduced to 15%

No MAT applicable to such companies

Personal Income Tax: Finance Act, 2020



Individual taxpayers to pay income-tax at lower slab rates if they do not avail specified exemption & incentive



Co-operatives to pay taxes at concessional rates without claiming any specified deduction or incentive

Abolition of Dividend Distribution Tax (DDT)



Finance Act, 2020 removed DDT with effect from 01.04.2020. Dividend income to be taxed only in the hands of the recipients



Proposed Measures for Widening of Tax Base

TRANSPARENCY

No TAXPAYER

LEFT BEHIND!

Expansion of scope of Reporting of Transactions (SFT):





Payment of educational fee /donations above ₹1 lakh p.a.



Electricity consumption above ₹1 lakh p.a.



Domestic business class air travel/foreign travel



Payment to hotels above ₹20,000



Purchase of jewellery, white goods, painting, marble, etc. above ₹1 lakh



Deposit/credits in current account above ₹50 lakh



Deposit/credits in non-current account above ₹25 lakh



Payment of property tax above ₹20,000 p.a.



Life Insurance premium above ₹50,000



Health insurance premium above ₹20,000



Share transactions / D-MAT accounts/Bank lockers

- Deduction/collection of tax at higher rates for non-filers of return
- Compulsory Filing of return by the person having bank transactions above ₹30 lakh, all professionals, businesses having turnover above ₹50 lakh, payment of rent above ₹40,000



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Direct Tax Reforms

EASE OF COMPLIANCE FOR TAXPAYERS

TAXES WERE NEVER SO EASY!



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My GOV मेरी सरकार

Faceless E-assessment Scheme



The E-assessment Scheme, 2019 eliminates

- Interface between the Assessing Officer and the assessee
- Optimising use of resources through functional specialisation
- · Introducing the team-based assessment

Document Identification Number (DIN)



 Every communication of the department issued from 1st Oct, 2019 mandatory to have computer-generated unique DIN

Pre-Filing of Income-Tax Returns



 ITR form now contains pre-filled details of certain incomes

Simplification of compliance norms for Start-ups



 Hassle-free assessment procedure, exemptions from Angel-tax, constitution of dedicated start-up cell

Simplification of compliance norms for Start-ups



- Threshold for launching prosecution increased
- System of collegium of senior officers for sanction of prosecution introduced
- · Norm for compounding relaxed



Widening the Tax Base

ENSURING BETTER COMPLIANCE & TRANSPARENCY

MORE TAX (OMPLIAN(E, MORE PROGRESS



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Deduction/collection of tax (TDS/TCS) on new transactions:



TDS on Cash withdrawal above ₹1 crore (20 lakh for Non-filers)

- TCS on motor vehicle above ₹10 Lakh



TCS on Foreign remittance under LRS above ₹7.5 lakh/ overseas tour packages



TDS on e-commerce suppliers & TCS on purchase of goods above ₹50 Lakh

Expansion of scope of Reporting of transactions (SFT):



Cash deposit/withdrawal of ₹50 lakh or more in current account



Cash Deposit of ₹10 lakh or more in noncurrent account

Sale of foreign exchange above ₹10 lakh



The reporting of transactions of mutual funds, credit card transactions, immovable property, etc. rationalised

Compulsory Filing of return:



Deposit above Rs. 1 crore in current account, Expenditure of ₹2 lakh on foreign travel & electricity consumption above ₹1 lakh