

ADVANCE TAX

1. An assessee is required to pay advance tax if his liability for **advance tax is ₹10,000 or more.**
2. **Advance tax is not payable** by an individual being a **resident, aged 60 years** or more at any time during the previous year, and **who does not have any** taxable income under the head **P/G/B/P.**
3. **Advance tax is payable in the following installments:**

IN CASE OF ALL ASSESSEES EXCEPT THOSE WHO ARE COVERED UNDER SECTION 44AD OR SECTION 44ADA

Due date of Instalment	Amount Payable
On or before 15 th June	Not less than 15% of the advance tax liability
On or before 15 th September	Not less than 45% of the advance tax liability as reduced by the amount, if any, paid in earlier instalment
On or before 15 th December	Not less than 75% of the advance tax liability as reduced by the amount, if any, paid in earlier instalment
On or before 15 th March	100% of the advance tax liability as reduced by the amount, if any, paid in the earlier instalments

IN CASE OF ELIGIBLE ASSESSEE IN RESPECT OF AN ELIGIBLE BUSINESS/ PROFESSION REFERRED TO IN SECTION 44AD/ 44ADA

On or before 15 th March	100% of the advance tax liability
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Note: It may be noted that an eligible assessee who is governed by section 44AD/ 44ADA is required to pay advance tax by 15th March of the Previous Year irrespective of the fact that he has substantial incomes apart from the income deemed under section 44AD/ 44ADA.

**SECTION 210: PAYMENT OF ADVANCE TAX BY ASSESSEE
PURSUANT TO ORDER OF ASSESSING
OFFICER**

1. The order under section 210 can be made if:

- the assessee has not paid any advance tax during the year; or
- the advance tax paid by the assessee during the year falls short of the advance tax liability as computed by the Assessing Officer on the basis of last assessed/returned income.

2. In the order passed under section 210, the Assessing Officer shall ask the assessee to pay the advance tax at the appropriate percentages in the installment/installments due after the date of the order, in accordance with section 211.

3. Assessing Officer can pass the order for advance tax upto last day of February of the Previous Year i.e. for Assessment Year 2023-24 he can pass the order upto 28th Feb., 2023.

4. No appeal is possible against an order passed under section 210.

5. The Assessing Officer shall compute the advance tax by taking:

- (i) the total assessed income of the latest previous year for which assessment has been made or
- (ii) the total income declared in the return of income of any subsequent previous year, (i.e. subsequent to the previous year for which assessment has been made)

whichever is higher, and apply the tax rates applicable in the current financial year. Such tax shall then be reduced by the tax that would be deductible/collectible in the current financial year.

6. Even if the assessee pays advance tax as per the order under section 210, he shall still be liable to pay interest under section 234B and 234C if advance tax is not paid as per sections 234B and 234C.

7. The order under section 210 can be made only if an assessment has been made on the assessee for any previous year.