

TAX RATES-

ASSESSMENT YEAR

2023-24

TAX RATES FOR INDIVIDUAL/ HUF

A.	For Individual / HUF (Resident or Non-resident)	
	Upto ₹ 2,50,000 (Basic Exemption Limit)	Nil
	> ₹ 2,50,000 upto ₹ 5,00,000	5%
	> ₹ 5,00,000 upto ₹ 10,00,000	20%
	> ₹ 10,00,000	30%
B.	For Senior Citizen (Resident Individual age 60 years or more in Previous Year)	
	Upto ₹ 3,00,000	Nil
	> ₹ 3,00,000 upto ₹ 5,00,000	5%
	> ₹ 5,00,000 upto ₹ 10,00,000	20%
	> ₹ 10,00,000	30%
C.	For Super Senior Citizen (Resident Individual age 80 years or more in Previous Year)	
	Upto ₹ 5,00,000	Nil
	> ₹ 5,00,000 upto ₹ 10,00,000	20%
	> ₹ 10,00,000	30%

SURCHARGE ON INDIVIDUAL & HUF

Where total income does not include dividend income and capital gains referred to in section 111A/ 112A:

Total Income	Surcharge
Upto ₹ 50 lakhs	Nil
Above ₹ 50 lakhs but upto ₹ 1 crore	10%
Above ₹ 1 crore but upto ₹ 2 crores	15%
Above ₹ 2 crores but upto ₹ 5 crores	25%
Above ₹ 5 crores	37%

Where total income includes Dividend Income and/or Capital Gains referred to in section 111A and/or section 112* and/or section 112A:

	Total Income	Surcharge
(i)	Does not exceed ₹ 50 lakhs	Nil
(ii)	Exceeds ₹ 50 lakhs but does not exceed ₹ 1 crore	10%
(iii)	Exceeds ₹ 1 crore but does not exceed ₹ 2 crores	15%
(iv)	Exceeds ₹ 2 crores	
A.	On tax computed on Capital Gains under section 111A, 112* & 112A and dividend income	15%
B.	On tax computed on Total Income – Capital Gains under section 111A, 112* & 112A and dividend income	

**If Total Income – Capital Gains under section 111A,
112* & 112A and dividend income**

- | | | |
|-----|---|-----|
| (a) | is upto ₹ 2 crores | 15% |
| (b) | is above ₹ 2 crores but upto ₹ 5 crores | 25% |
| (c) | Above ₹ 5 crores | 37% |

* Section 112 has been added by Finance Act, 2022

Example 1: Non Resident/ Resident individual

P/G/B/P	70,00,000
LTCG of 112A	8,00,000
STCG of 111A	55,00,000
Dividend Income	95,00,000
Total Income	2,28,00,000
 Tax on LTCG of 112A	70,000
Tax on STCG of 111A	8,25,000
Tax on Balance Income	47,62,500
Total Tax	56,57,500
 Surcharge 15% on 8,95,000	1,34,250
Surcharge 15% on Balance Income	7,14,375
 Add: 4% cess	65,06,125
Total Tax liability	67,66,370

Example 2: Non Resident/ Resident Individual

P/G/B/P	6,59,00,000
LTCG 112A	8,00,00,000
STCG 111A	3,00,000
Dividend Income	49,00,000
Total Income	15,11,00,000

Computation of Tax

Tax on LTCG of 112A	79,90,000
Tax on STCG of 111A	45,000
Tax on Balance Income	2,10,52,500
Total Tax	2,90,87,500

Surcharge

Surcharge 15% on ₹ 45,000	6,750
Surcharge 15% on ₹ 79,90,000	11,98,500
Surcharge 15% on Dividend income	
$2,10,52,500 \times \frac{49,00,000}{7,08,00,000} \times 15\%$	2,18,553
Surcharge 37% on balance income	72,50,326
Total Tax & Surcharge	3,77,61,629
Add: 4% cess	15,10,465
Total Tax liability	3,92,72,094

IF FOREIGN INSTITUTIONAL INVESTOR OR SPECIFIED FUND IS NOT A FOREIGN COMPANY AND IS AOP/BOI, THEN SURCHARGE SHALL BE CALCULATED AS GIVEN ABOVE IN CASE OF INDIVIDUALS AND HUF. ON INCOME REFERRED TO IN SECTION 115AD.

TAX RATES FOR COMPANIES

A. Domestic Company

Total Turnover or Gross Receipt of Previous Year

2020-21 is

- i. **Upto ₹ 400 crores**
- ii. **Otherwise**

25%

30%

40%

B. Foreign Company

Surcharge:

Total Income

> ₹ 1 Crore but upto ₹ 10 Crore

7%

2%

> ₹ 10 crore

12%

5%

Domestic Co. Foreign Co.

TAX RATES FOR PARTNERSHIP FIRM/ LLP/ LOCAL AUTHORITY

Tax Rate

30%

Surcharge: @ 12% of Tax if Total Income > ₹ 1 Crore

TAX RATES FOR CO-OPERATIVE SOCIETY

Total Income

Tax Rate

Upto 10,000

10%

>10,000 upto 20,000

20%

>20,000

30%

Surcharge @12% of Tax if Total Income > ₹ 1 crore.

MARGINAL RELIEF: IN CASE OF SURCHARGE

A. (1) In case of individual and HUF, where total income exceeds ₹50 lakhs but does not exceed ₹ 1 crore, the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 50 lakhs) + (Total Income - ₹ 50 lakhs)

(2) In case of individual and HUF, where total income exceeds ₹ 1 crore but does not exceed ₹ 2 crore, the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 1 crore with surcharge of 10%) + (Total Income - ₹ 1 crore)

(3) In case of individual and HUF, where total income exceeds ₹ 2 crore but does not exceed ₹ 5 crore, the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 2 crore with surcharge of 15%) + (Total Income - ₹ 2 crore)

(4) In case of individual and HUF, where total income exceeds ₹ 5 crore, the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 5 crore with surcharge of 25%) + (Total Income - ₹ 5 crore)

B. In case of Local authority, Firm and co-operative society, where the total income exceeds ₹ 1 crore, then, the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 1 crore) + (Total Income - ₹ 1 crore)

C. In case of domestic/ Foreign company, where the total income exceeds ₹ 1 crore but does not exceed ₹ 10 crores, then the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 1 crore) + (Total Income - ₹ 1 crore)

D. In case of domestic company, where the total income exceeds ₹ 10 crore, then the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹ 10 crore with surcharge of 7%) + (Total Income - ₹ 10 crore)

E. In case of foreign company, where the total income exceeds ₹ 10 crore, then the aggregate of income tax and surcharge shall be restricted to:

(Tax on ₹10 crore with surcharge of 2%) + (Total Income - ₹ 10 crore)

SECTION 87A: REBATE OF INCOME-TAX IN CASE OF CERTAIN INDIVIDUALS

- An assessee, being an **individual resident in India**,
- whose total income does not exceed ₹ 5,00,000, shall be entitled to a deduction, from the amount of income-tax on his total income with which he is chargeable for any assessment year,
- of an amount **equal to 100% of such income-tax or**
- **an amount of ₹ 12,500,**
- **whichever is less.**

Note: Rebate under section 87A is not available from tax computed under section 112A.

HEALTH & EDUCATION CESS

In all the above cases, the income tax computed above as increased by surcharge, if any, and after allowing marginal relief shall be further increased by **health & education cess of 4%**.

CBDT CIRCULAR

It is clarified that a person born on 1st April would be considered to have attained a particular age on 31st March, the day preceding the anniversary of his birthday.

Therefore, if a person is born on 1st April, 1963/1943 then he shall get slab of ₹ 3,00,000 / ₹ 5,00,000 in Previous Year 31.3.2023.