

Budget High Lights – Income Tax – Finance Bill 2010

1. Income Tax Department to notify SARAL – II Form for Salaried Tax Payers.
2. Income Tax Slabs for Assessment Year 2011-2012:

Slab	Rate
Up to Rs. 1.6 Lakh	NIL
Rs. 1.6 Lakh to Rs. 5 Lakh	10%
Rs. 5 Lakh to Rs. 8 Lakh	20%
Above Rs. 8 Lakh	30%
Exemption for Women = Rs. 1.9 Lakh	
Exemption for Senior Citizen = Rs. 2.4 Lakh	

3. Limit of Audit Cases. Rs. 15 Lakh for professionals & Rs. 60 Lakh for others for Assessment Year 2011-2012.
4. Contribution made to CGHS will be eligible for deduction under Section 80D for Assessment Year 2011-2012.
5. Section 80CCF :- Long Term Infrastructure Bonds for Rs. 20,000 /-. Additional saving for Financial Year 2010-2011 (Assessment Year 2011-2012)
6. No TDS for Winnings from Lottery / Crossword Puzzle up to Rs. 10,000 /- from 1st July 2010.
7. No TDS for Winnings from Horse Race up to Rs. 5,000 /- from 1st July 2010
8. No TDS for rent up to Rs. 15,000 /- per month from 1st July 2010.
9. No TDS for Contractors' payment for one transaction up to Rs. 30,000 /- from 1st July 2010 and aggregate up to Rs. 75,000 /- in a year.
10. No TDS for Insurance commission up to Rs. 20,000 /- from 1st July 2010.
11. No TDS for commission or brokerage up to Rs. 5,000 /- from 1st July 2010.
12. No TDS for Professionals up to Rs. 30,000 /- from 1st July 2010.
13. Interest for non-payment of tax increased to 1.5% per month FORM 1ST July, 2010.
14. Penalty for not getting the accounts audited is increased to Rs. 1.5 lakh for Assessment Year 2011-2012.