

## Deciphering ITR-7 for AY 2023-24...

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CBDT recently notified **ITR-7** which is applicable for persons including companies required to furnish return under sections 139(4A) or 139(4B) or 139(4C) or 139(4D).

In the Finance Act, 2022 a number of amendments were made in the Income-tax Act, 1961 with respect to taxation of charitable trusts/institutions. To give effect to such changes, ITR-7 has been modified and the assesseees are now required to provide data in a number of new schedules and other modified schedules forming part of the new ITR-7 applicable for A.Y. 2023-24. **Considering the extensive changes made, a lot of additional data is now required to be provided by the assesseees** and the department shall be handy with such data at any point of time. A lot of precision, expertise will be required while filing the new ITR-7 Form to give effect to the new changes made therein which are discussed in details hereunder :

#### **A. Part A- General**

(i) In Part A - General, Column no. A-19 wherein details of registration/provisional registration or approval under the Income Tax Act are required to be mentioned, a new instruction stating that "*Where regular registration/approval has been granted, details of provisional registration/ approval are not required*".

Now the trusts which have received final approval are not required to mention the details of provisional registration.

(ii) In Part A- General Information, column no. A-21 sr. no. (a)(ii) which is in relation to return "filed in response to notice u/s", a new section being 153C has been inserted in addition to sections 139(9), 142(1) and 148 already existing in earlier ITR-7. Further in sr. no. (c), option of 153A has been removed which was available in previous ITR-7.

(iii) In the new ITR-7, all references of section 12AA has been removed since for trust registered on or after 1st April, 2021, provisions of section 12AB shall apply.

(iv) In Part A- General Information, column no. A-25 stating that "Whether liable to tax at maximum marginal rate u/s 64? (if disallowable u/s 13(1)(c) and/or 13(1)(d))/" has been removed and substituted by following column No. A-26 :

(A26)	Whether provisions of twenty second proviso to section 10(23C) or section 13(10) are applicable?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
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This has been done in order to bring consistency in the provisions relating to payment to specified person in both the regimes (registered u/s 12AB and 10(23C). Earlier such restriction was not applicable for trust registered u/s 10(23C). (Discussed in amendment para 3 of Schedule J below)

(v) The new ITR-7 seeks the details of the particulars regarding the Author/Founder/Trustee/Manager of the trust or institution **at any time during the previous year. Earlier**, these details were required to be provided **as on the date of application.**

**B. Schedule-I [Details of amounts accumulated / set apart within the meaning of section 11(2) or in terms of third proviso to section 10(23C)/ 10(21)/ 10(21) r.w.s 35(1) and Schedule IA [Details of accumulated income taxed in earlier assessment years as per section 11(3)]**

(i) In Schedule-I containing "*details of amounts accumulated / set apart within the meaning of section 11(2) or in terms of third proviso to section 10(23C) / 10(21)* **[option newly added in new ITR]**/*10(21) r.w.s 35(1)*" two new columns 6 and 7 have been added and the revised table has been provided under:

(Relevant extracts is reproduced herein below, total column is 15 in this table)

Schedule I Details of amounts accumulated / set apart within the meaning of section 11(2) or in terms of third proviso to section 10(23C)/10(21)/10(21) read with section 35(1)								
Year of accumulation (F.Yr.)	Amount accumulated in the year of accumulation	Purpose of accumulation	Amount applied for charitable/ religious/Scientific research/ social science or statistical research purposes upto the beginning of the previous year	Balance	Amount taxed in any earlier assessment year(s)	Balance available for application	Amounts applied for charitable or religious /Scientific research/ social science or statistical research purpose during the previous year out of previous years' accumulation	
(1)	(2)	(3)	(4)	(5)=(2-4)	(6)	(7) = (5-6)	(8)	
2016-17								
2017-18								
2018-19								
2019-20								
2020-21								
2021-22								
2022-23								
Total								

This has been added to provide easily accessible data to the department which can be referred conveniently whenever required.

In column 6, trust has to provide data relating to any amount which is taxed in earlier years (being amount applied for purpose other than purpose for which accumulation was made, amount invested in the modes other than specified in section 11(5), etc.) out of specific amount of accumulation made in each assessment year. Here, the assessee has to provide aggregate amount of amount taxed in earlier years against each Assessment Year in which accumulation was made. (year wise bifurcation is to be provided in separate table as discussed herein below)

The total of deemed income referred in column 15 of this schedule will now be reflected in the newly inserted **Schedule 115BBI**.

(ii) With reference to insertion of column-6 in above Schedule-I, a new Schedule IA has been inserted for providing "*details of accumulated income in earlier assessment years as per section 11(3)*" wherein following details are to be provided:

Schedule IA		Details of accumulated income taxed in earlier assessment years as per section 11(3)					
FY \ AY		Assessment year in which the amount referred at Col 6 of Schedule I was taxed (Figures in Rs.)					
Year of accumulation (F.Yr.)	2018-19	2019-20	2020-21	2021-22	2022-23	Total	
	(A)	(B)	(C)	(D)	(E)	(F) (A+B+C+D+E)	
2016-17							
2017-18							
2018-19							
2019-20							
2020-21							

As mentioned in point (i) herein above, aggregate amount taxed in earlier Assessment Years against year of accumulation is to be provided in Column 6 of Schedule I whereas in this table, year wise bifurcation needs to be provided.

**For example**, Trust is filing return for AY 2023-24 and said trust has accumulated Rs. 50 Crores in AY 2017-18, out of which Rs. 35 Crores (Rs 10 crore in AY 2019-20 and Rs 25 crore in AY 2020-21) are already taxed for the reasons as mentioned hereinabove, assessee trust is required to report Rs. 35 Crores in column 6 of Schedule I and in Schedule IA, against the row of accumulation being Financial Year 2016-17 (relevant to AY 2017-18), assessee needs to report Rs. 10 Crores in column of AY 2019-20 and Rs. 25 Crores in column of AY 2020-21.

Finance Act, 2022 has amended provisions of section 11(3) wherein period of accumulation has been reduced to 5 years as against 6 years provided earlier.

**C. Schedule D [Details of deemed application of income under clause (2) of Explanation 1 to sub section (1) of section 11] and DA [Details of accumulated income taxed in earlier assessment years as per section 11(1B) [Contents are similar to Point B hereinabove]**

(i) Two new columns 4 and 5 have been added in Schedule D wherein details of deemed application of income under clause (2) of Explanation 1 to sub section (1) of section 11 are to be provided

Schedule D Details of deemed application of income under clause (2) of Explanation 1 to sub-section (1) of section 11.								
Year in which income is deemed to be applied (F.Yr.)	Amount deemed to be applied during the previous year of deeming	Reason of deeming application income has not been received during that year any other reason	Out of the deemed application claimed, amount required to be applied	Amount taxed in any earlier assessment year(s)	Out of the deemed application claimed, amount required to be applied during the financial year pertaining to current Assessment year \	Amount of deemed application claimed in earlier years, applied during the financial year pertaining to current AY	Amount which could not be applied and deemed to be income u/s 11(1B) during the previous year	Balance Amount of deemed Income being exemption claimed in earlier years on account of deemed application and required to be applied in FY 2023-24 onwards
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)=(6-7) = 0	(9)=(4-6)
Dropdowns to be provided		Dropdowns to be provided						
2022-23		Dropdowns to be provided						
Total								

(ii) With reference to the above insertion of column - 5 of the above Schedule D, a new Schedule DA has been inserted wherein "*Details of accumulated income taxed in earlier assessment years as per section 11 (1B)*" are to be provided"

Schedule DA		Details of accumulated income taxed in earlier assessment years as per section 11 (1B)				
Assessment Year		Assessment year in which the amount referred at Col 5 of Schedule D was taxed (Figures in Rs.)				
Year of accumulation (F.Yr.)	Prior to AY 2019-20	2019-20	2020-21	2021-22	2022-23	Total
	(A)	(B)	(C)	(D)	(E)	(F) (A+B+C+D+E)
Prior to FY 2017-18						
2017-18						
2018-19						
2019-20						
2020-21						

Similar to Schedule IA above, the above table has been inserted to provide clarity to the department about the amount which has been deemed to be applied in the earlier years has been duly offered to tax in the subsequent year of such deemed application [as per sub clause (b) to clause (2) of Explanation-1 to Section 11(1)] or whenever such amount is received or in the year following in which it is received [as per sub clause (a) to clause (2) of Explanation-1 to Section 11(1)].

**For example**, Trust is filing return for AY 2023-24 and the said trust had earned an income for Rs. 50 Crores in AY 2018-19 (to be received in instalments) out of which Rs. 35 Crores (Rs 10 crore in AY 2019-20 and Rs 25 crore in AY 2020-21) are received till date, the assessee trust is required to report Rs. 35 Crores in column 5 of Schedule D and in Schedule DA, against the row of accumulation being Financial Year 2017-18 (relevant to AY 2018-19), assessee needs to report Rs. 10 Crores in column of AY 2019-20 or AY 2020-21 and Rs. 25 Crores in column of AY 2020-21 or AY 2021-22 depending upon whether it is taxed in the year of receipt or in the subsequent year.

#### **D. Schedule J - Statement Showing the funds and investments as on the last day of the previous year.**

##### **1. Basic Changes**

Change in Requirement to fill this Schedule J:

Old ITR	New ITR	Remarks
...to be filled <b>if registered</b> under section 12A/12AA/12AB approved under section 10(23C)(iv)/ 10(23C)(vi)/ 10(23C)(via)/ 10(21)	...to be filled by assesses <b>claiming exemption</b> u/s 11 and 12 or u/s 10(23C)(iv) or 10(23C)(v) or 10(23C)(vi) or 10(23C)(via)	In old ITR, this table A1- Details of Corpus was to be filled by the trust which are registered under the sections mentioned. However, in the new ITR this table has to be filled only by the trusts who are claiming exemptions under sections mentioned therein.

**Example:** A trust registered u/s 12AB of the Act has failed to file the audit report in the specified form 10B before the due date. Accordingly, trust will not be eligible to claim exemptions u/s 11 and 12 of the Act. Hence even if the said trust **is registered u/s 12AB of the Act, it is not claiming the exemptions u/s 11 and 12 of the Act**. Thus, for this type of trusts which are registered but not claiming exemptions are no longer required to fill this schedule. (Similar change has also been made in the heading of Part B1 of Part B - TI)

##### **2. Additions of new columns in Schedule J:**

In Schedule J of new ITR, two new columns have been added which is in relation to "**Total** of the amount invested or deposited back in to corpus". Another column newly added is in relation to "Amount taxed in the A.Y. 2022-23". The new Schedule J is reproduced herein below wherein the newly added columns are highlighted:

Schedule J		Statement showing the funds and investments as on the last day of the previous year [to be filled by assesses claiming exemption u/s 11 and 12 or u/s 10(23C)(iv) or 10(23C)(v) or 10(23C)(vi) or 10(23C)(vii) ]									
AI Details of corpus											
DETAILS OF INVESTMENT OF FUNDS	Corpus Donation	Opening Balance as on 01.04.2022 (corpus not applied till 31.03.2022)	Received/Treated as corpus during the year	Applied during the year	Amount invested or deposited back in to corpus (which was earlier applied and not claimed as application)	Total amount invested or deposited back in to corpus	Financial year in which (4) was applied earlier	Closing Balance as on 31.03.2023	Invested in modes specified in Sec 11(5) as on 31.03.2023	Amount taxed in assessment year 2022-23	Invested in modes other than specified in section 11(5) as on 31.03.2023
		(1)	(2)	(3)	(4)	(5)	(6)	(7)=(1+2+5-3)	(8)	(9)	(10)=7-8-9

### 3. Changes in Act (by Finance Act 2022)

#### (i) Voluntary Contributions for the renovation and repair of temples, mosques, gurudwaras, churches etc notified under clause (b) of sub-section (2) of section 80G:

(a) As per Explanation 3A in sub-section (1) of section 11 of the Act, where property held under a trust or institution includes any temple, mosque, gurdwara, church or other place notified under clause (b) of sub-section (2) of section 80G, then any sum received by such trust or institution as a voluntary contribution for the purpose of renovation or repair of such temple, mosque, gurdwara, church or other place, may, be treated by such trust or institution as forming part of the corpus of the trust or the institution, subject to the conditions specified therein.

(b) Similar change as per sr. no (a) has been made in section 10(23C) by insertion of Explanation 1A in the third proviso to clause (23C) of section 10 of the Act.

The above amendments are retrospective and shall apply from A.Y. 2021-22.

#### (ii) Bringing consistency in the provisions relating to payment to specified person (under both regimes i.e. 12AB and 10(23C):

Twenty first proviso in clause (23C) of section 10 of the Act has been inserted to provide that where the income or part of income or property of any trust or institution under the first regime, has been applied **directly or indirectly for the benefit of any person referred to in sub-section (3) of section 13, such income or part of income or property shall be deemed to be the income of such person of the previous year in which it is so applied**. The provisions of sub-section (2), (4) and (6) of section 13 of the Act shall also apply to trust or institution under the first regime [10(23C)].

### 4. Relevant changes in Schedule J:

(i) In consequence to the amendment (i) above, in the new schedule J[A1] Corpus donation is required to be bifurcated as:

- Representing donations received for the renovation or repair of places notified u/s 80G(2)(b) on or after 01.04.2020.
- Other than (i) above received on or after 01.04.2021
- Other than (i) and (ii)

The relevant Schedule J [A1] of the new ITR is reproduced herein below:

Schedule J		Statement showing the funds and investments as on the last day of the previous year [to be filled by assesses claiming exemption u/s 11 and 12 or u/s 10(23C)(iv) or 10(23C)(v) or 10(23C)(vi) or 10(23C)(vii)]									
A1 Details of corpus											
DETAILS OF INVESTMENT OF FUNDS	Corpus Donation	Opening Balance as on 01.04.2022 (corpus not applied till 31.03.2022)	Received/Treated as corpus during the year	Applied during the year	Amount invested or deposited back in to corpus (which was earlier applied and not claimed as application)	Total amount invested or deposited back in to corpus	Financial year in which (4) was applied earlier	Closing Balance as on 31.03.2023	Invested in modes specified in Sec 11(5) as on 31.03.2023	Amount taxed in assessment year 2022-23	Invested in modes other than specified in section 11(5) as on 31.03.2023
		(1)	(2)	(3)	(4)	(5)	(6)	(7)=(1+2+5-3)	(8)	(9)	(10)=7-8-9
	(i.) Representing donations received for the renovation or repair of places notified u/s 80G(2)(b) on or after 01.04.2020										
	(ii.) Other than (i) above received on or after 01.04.2021										
	(iii.) Other than (i) and (ii) above										
	Total										

(ii) In Schedule J [A-2], column no 7 [Invested in modes specified in section 11(5) as on 31.03.2022] and 8 [Invested in modes other than specified in section 11(5) as on 31.03.2022] are removed from the table. Such columns in old ITR are reproduced below:

A2 Details of loan and borrowings											
	Opening Balance As on 01.04.2021 (1)	Loan & Borrowings taken for applications towards objectives during the year (2)	Applied for the objects of the trust or institution during the year (3)	Amount of repayment of loan or borrowing during the year (which was earlier applied and not claimed as application) (4)	Financial year in which (4) was applied earlier (5)	Closing Balance as on 31.03.2022 (6) (1+2-4=6) (6=7+8)	Invested in modes specified in section 11(5) as on 31.03.2022 (7)	Invested in modes other than specified in section 11(5) as on 31.03.2022 (8)			

The above columns have been removed since now there is no requirement to deposit/invest in modes specified u/s 11(5) as only the repayment of such loan can be claimed as application.

(iii) In Schedule J [A-2], a new field seeking total repayment made during the year added in the table, which is reproduced as under:

A2 Details of loan and borrowings											
	Opening Balance As on 01.04.2022 (1)	Loan & Borrowings taken for applications towards objectives during the year (2)	Applied for the objects of the trust or institution during the year (3)	Amount of repayment of loan or borrowing during the year (which was earlier applied and not claimed as application) (4)	Financial year in which (4) was applied earlier (5)	Total Repayment of loan or borrowing during the year (6)	Closing Balance as on 31.03.2023 (7) (1+2-6=7)				

(iv) In Schedule J[B], details of only corpus investment/deposits made u/s 11(5) as on 31.03.2023 is to be provided. Earlier, the details of investments made under Section 11(5) were to be provided in 'Schedule J'. Relevant screenshots of old and new ITR are reproduced below:

## New ITR

B Details of corpus investment/deposits made under section 11(5) as on 31.03.2023			
Sl No	Investment out of	Mode of investment as per section 11(5)	Amount of investment
(1)	(2)	(3)	(4)

### Old ITR

B Details of investment/deposits made under section 11(5) as on 31.03.2022 (Note to Systems: validation notes not to be part of the final notified ITR form, but only to serve as instructions to develop utility)					
SI No	Investment out of	Mode of investment as per section 11(5)	Date of Investment	Amount of investment	
(1)	(2)	(3)	(4)	(5)	(6)
i	corpus representing donation donations received for the renovation or repair of places notified u/s 80G(2)(b) <to validate with A1(7)(i)>	Dropdown to be provided (Please specify the nature)			
ii	corpus other than (i) <to validate with A1(7)(ii)>				
iii	income accumulated as u/s 11(2) or third proviso to section 10(23C) in earlier years				
iv	income of earlier years up to 15% accumulated or set apart				
v	loans and borrowings <to validate with A2(7)>				

(v) The column 4 in the same schedule J [B] of old ITR with respect to "**Date of Investment**" has been removed. (Screenshot above). Further, Sr. No. (iii), (iv) and (v) have been removed (Highlighted in the screenshot above) and the Sr. No(s) have been restructured in light of the amendment as discussed above in the point 3 of Schedule J. The screenshot of new Sr No. is as under:

Schedule J Statement showing the funds and investments as on the last day of the previous year [to be filled by assesses claiming exemption u/s 11 and 12 or u/s 10(23C)(iv) or 10(23C)(v) or 10(23C)(vi) or 10(23C)(vii) j]											
A1 Details of corpus											
DETAILS OF INVESTMENT OF FUNDS	Corpus Donation	Opening Balance as on 01.04.2022 (corpus not applied till 31.03.2022)	Received/Treated as corpus during the year	Applied during the year	Amount invested or deposited back in to corpus (which was earlier applied and not claimed as application)	Total amount invested or deposited back in to corpus	Financial year in which (4) was applied earlier	Closing Balance as on 31.03.2023	Invested in modes specified in Sec 11(5) as on 31.03.2023	Amount taxed in assessment year 2022-23	Invested in modes other than specified in section 11(5) as on 31.03.2023
		(1)	(2)	(3)	(4)	(5)	(6)	(7)=(1+2+5-3)	(8)	(9)	(10)=7-8-9
	(i.) Representing donations received for the renovation or repair of places notified u/s 80G(2)(b) on or after 01.04.2020										
	(ii.) Other than (i) above received on or after 01.04.2021										
	(iii.) Other than (i) and (ii) above										
	Total										

(vi) In light of the amendment discussed at Para 3 (ii) above, in Schedule J, Investment held at any time during the previous year in concerns in which **persons referred to in 21st proviso to Section 12(23C)** have substantial interest also to be disclosed. Earlier such details were to be entered only for the persons referred to in section 13(3). Screenshot of the same is reproduced below:

C	Investment held at any time during the previous year (s) in concern (s) in which persons referred to in section 13(3) and 21 <sup>st</sup> Proviso of Section 10(23C) have a substantial interest
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### **E. Part A-BS - Consolidated Balance Sheet as on 31st Day of March 2023**

(i) In Sources of Funds, changes have been made in "Corpus" which are same as discussed above at point (i) of para 4 in the Schedule J[A1]. Similar bifurcation is to be provided in the Balance sheet also.

(ii) In Application of Funds, column 2 Consolidated Investment value to be disclosed instead of bifurcation sought in the prior year. Also column 3 in earlier ITR has now been merged in column 2 wherein total value of Investment is to be mentioned.

<b>Old ITR</b>	<b>New ITR</b>	<b>Remarks</b>
<b><u>(2) Investments kept in modes specified u/s 11(5)</u></b>	<b><u>(2) Investments</u></b>	In <b>old ITR</b> , " <b>Investments</b> " were required to be bifurcated into whether it is invested in modes specified u/s 11(5) and further bifurcated as mentioned therein.
2(a) Investment out of donation received u/s 80G(2)(b) treated as corpus		
2(b) Investment out of other corpus		Whereas in the <b>new ITR</b> only aggregate value of the investments is required to be disclosed and such bifurcation of " <b>Investments</b> " need not be provided.
2(c) Other investments		
(3) Investments kept in modes other than specified u/s 11(5)		However, in <u>column 6 and 7</u> after the " <b>Total of Application of Funds</b> ", Bifurcation of investments made in modes specified u/s 11(5) and other modes respectively, <b>out of total application of funds</b> to be disclosed.

### **F. Schedule R- Reconciliation of Corpus of Schedule J and Balance Sheet**

(i) A new Schedule R has been inserted wherein details of "Reconciliation of Corpus of Schedule J and Balance Sheet" are to be provided.

<b>Schedule R</b>	<b>Reconciliation of Corpus of Schedule J and Balance sheet</b>		
<b>Particulars</b>	<b>Corpus out of the donations received for renovation or repair of places notified u/s 80G(2)(b) on or after 01.04.2020</b>	<b>Other corpus received on or after 01.04.2021</b>	<b>Corpus other than (a) and (b)</b>
	<b>(1)</b>	<b>(2)</b>	<b>(3)</b>
<b>A. Closing balance as on 31.03.2023 as per Schedule J</b>			
<b>B. Reasons of difference (+/-) (Bi+Bii+Biii)</b>			
i) Purchase of fixed asset			
ii) Depreciation			
iii) Any other reason (Please specify)			
<b>C. Closing balance as on 31.03.2023 as per Balance sheet (A+B)</b>			

**G. In Schedule LA - Political Party**, Part1 Column B, new field added seeking whether the political party is **recognised by the Election Commission of India** along with **date of recognition**.



**H. In Schedule VC- Voluntary Contributions**, Details of Domestic and Foreign Contribution for corpus fund donations to be **exclusive of anonymous donations** taxable u/s 115BBC. In earlier ITR, details accumulated contribution including anonymous donations was required to be provided, which are now required to be provided separately under this schedule.

**I. Schedule ER** [amount applied to stated objects of the trust/institution during the previous year from all sources - **Revenue Account**] and **Schedule EC** [amounts applied to charitable or religious purposes in India or for the stated objects of the trust/institution during the previous year - **Capital Account**] forming part of earlier ITR have been **omitted** and **New Schedule A** [amount applied to stated objects of the trust/institution during the previous year **from all sources**] has been **inserted** which is reproduced here under:

Schedule A		Amount applied to stated objects of the trust/institution during the previous year from all sources referred to in C1 to C7 of this table- [to be filled by assessee claiming exemption u/s 11 and 12 or u/s 10(23C)(iv) or 10(23C)(v) or 10(23C)(vi) or 10(23C)(via)]		
A	Application towards the expenditure of the trust/institution	Revenue	Capital	Total
1	Donation to trust or institution registered u/s 12AB or approved u/s 10(23C)(iv)(v)(vi)(via)- Other than Corpus	1		
2	Religious	2		
3	Relief of poor	3		
4	Educational	4		
5	Yoga	5		
6	Medical relief	6		
7	Preservation of environment	7		
8	Preservation of monuments etc.	8		
9	General public utility	9		
10	Application which cannot be specifically identified under 1 to 9 above	10		
11	Cost of new asset for claim of exemption u/s 11(1A) (restricted to the net consideration)	11		
12	Total (A1 to A11)	A12		
B	Expenditure not allowed as application other than application out of source of fund at C2 to C7 (B1 + B2 + B3 + B4+B5+B6+B7+B8) <i>Note: Amount entered in Sl. No. B should be out of Sl. No. A</i>	B		
1	Donation to trust or institution registered u/s 12AB or approved u/s 10(23C)(iv)(v)(vi)(via) towards Corpus	1		
2	Donation to trust or institution registered u/s 12AB or approved u/s 10(23C)(iv)(v)(vi)(via) other than towards corpus in case of donations out of accumulated income	2		
3	Donation to trust or institution registered u/s 12AB or approved u/s 10(23C)(iv)(v)(vi)(via) not having same objects	3		
4	Donation to any person other than trust or institution registered u/s 12AB or approved u/s 10(23C)(iv)(v)(vi)(via)	4		
5	Application outside India for which approval as per proviso to section 11(1)(c) is obtained	5		
6	Application outside India for which approval as per proviso to section 11(1)(c) is not obtained	6		
7	Applied for any purpose beyond the objects of the trust or institution	7		
8	Any other disallowable application	8		
C	Source of fund to meet revenue and capital application in Row A	C		
1	Income derived from the property/income earned during previous year (Excluding corpus)	1		
2	Income accumulated as under section 11(2) or third proviso to section 10(23C) in earlier years	2		
3	Income deemed to be applied in any preceding year under clause 2 of Explanation 1 of section 11(1) (applicable only when exemption is claimed u/s 11 and 12)	3		
4	Income of earlier years upto 15% accumulated or set apart	4		
5	Corpus	5		
6	Borrowed Fund	6		
7	Any other (Please specify)	7		
D	Total Amount applied during the previous year [A12-B-C2-C3-C4-C5-C6-C7]	D		
E	Amount which was not actually paid during the previous year out of D	E		
F	Amount actually paid during the previous year which accrued during any earlier previous year but not claimed as application of income in earlier previous year	F		
G	Total amount to be allowed as application (G=D-E+F)	G		

The above is a consolidated schedule for disclosure of Amount applied to stated objects of the trust/institution during the previous year from all sources, in columnar format (Revenue, Capital & Total).

**J. In Schedule IE-I [Income and Expenditure Statement]** details of assessee's claiming exemption under **clauses of section 10 other than stated specifically** are not required to be mentioned. (Refer

**K. In Schedule HP [Details of Income from House Property]**, new field for specifying the **Country** where property is situated has been added.

**L. Schedule CG [income from Capital Gains]**

(i) In consequence to insertion of new section 115BBH inserted by Finance Act 2022 which is in relation

to tax on cryptocurrency and other VDA (Virtual Digital Assets), a new Schedule VDA has been inserted which is reproduced here under:

Schedule VDA Income from transfer of virtual digital assets u/s 115BBH						
Sl. No.	Date of Acquisition	Date of Transfer	Head under which income to be taxed (Business/Capital Gain)	Cost of Acquisition (In case of gift; a. Enter the amount on which tax is paid u/s 56(2)(x) if any b. In any other case cost to previous owner)	Consideration Received	Income from transfer of Virtual Digital Assets (enter nil in case of loss) (Col. 6 – Col. 5)
(Col. 1)	(Col. 2)	(Col. 3)	(Col. 4)	(Col. 5)	(Col. 6)	(Col. 7)
Add Rows						

  

A. Total (Sum of all Positive Incomes of Business Income in Col. 7)	(Item No. 3d of Schedule BP)
B. Total (Sum of all Positive Incomes of Capital Gain in Col. 7)	(Item No. C2 of Schedule CG)

Consequent changes have been made in other schedules of the new ITR. Similar changes have also been made in ITR-2,3,5 and 6.

(ii) Bifurcation of capital gains as income from transfer of VDA and other capital gains in rows C1 & C2

(iii) In Schedule CG, in Row F where details in case of transfer of immovable property are required to be mentioned, along with address of property, details of country and zip code are also required to be mentioned.

### **M. Schedule OS [Income from Other Sources]**

(i) In Schedule OS [Income from Other Sources] Part 2 [C] wherein details of income chargeable at special rates is mentioned following changes have made:

- Bifurcation of dividend and other income under "Income from received by an FII in respect of securities chargeable u/s 115AD(1)(i) is omitted and consolidated into a single field in the new ITR.
- "Anonymous Donations in certain cases chargeable u/s 115BBC" excluded from Income chargeable at special rates.

(ii) In Schedule OS Part X wherein information about accrual or receipt of income from other sources is mentioned, **rows 5 and 6** wherein details of 'Dividend income u/s 115ACA (1)(a) @ 10% (Including PTI Income)' and 'Dividend Income u/s 115A(1)(a)(iiac) @ 10% (Including PTI Income) respectively are required to be mentioned have been excluded in the new ITR.

### **N. Schedule BP [Income from Business and Profession]**

(i) In Schedule BP Part A, new row to bifurcate income chargeable under Section 115BBH (Income from Virtual Digital Assets) for considering separately has been added. [Similar to ITR 3, 5 and 6]

(ii) In Schedule BP Part A row no 26, field seeking amount of deduction claimed under **Section 32AD** has been **omitted**. [Similar to ITR 3, 5 & 6]

### **O. Schedule SI (Income chargeable to tax at special rates)**

(i) In schedule SI, Sr. No. 22 which relates to any other income chargeable at special rate (with drop down menu) has now been **deleted**.

### **P. Schedule 115TD (Accreted income under section 115TD)**

Earlier, these provisions were only applicable to the trust or institution registered under Section

12AA/12AB. Now, Schedule 115TD must also be filled in by the institutions having approval under Section 10(23C). Hence following changes have been made:

(i) In Schedule 115TD (Accreted Income) Clarification that the schedule is applicable if exemption claimed u/s 11 and 12 or 10(23C)(iv)/10(23C)(v)/ 10(23C)(vi)/10(23C)(via) is **added**.

(ii) The terms 'trust/institution' are substituted with the words 'specified person' in the entire schedule 115TD.

#### **Q. Schedule 115BBI (Specified income of certain institutions under section 115BBI)**

(i) In light of the insertion of new section 115BBI vide Finance Act, 2022 which relates to taxation of certain income of the trusts or institutions under both the regimes [12AB and 10(23C)] at special rate of 30%, new Schedule 115BBI has been inserted after Schedule 115TD, which is reproduced as under:

<b>Schedule 115BBI Specified income of certain institutions under section 115BBI</b>			
	<b>Particulars</b>		<b>Amount</b>
1	Deemed income referred in Explanation 4 to the third proviso to section 10(23C) or section 11(3)	1	<Total of Col 15 of Schedule I >
2	Deemed income referred under section 11(1B)	2	< Total of Col 8 of Schedule D>
3	Income which is deemed to be income under the twenty-first proviso to section 10(23C) or which is excluded from the total income as per section 13(1)(c)	3	
4	Income which is not exempt under section 10(23C) on account of violation of clause (b) of the third proviso of section 10(23C) or which is excluded from the total income as per section 13(1)(d)	4	
5	Income which is not excluded from the total income as per section 11(1)(c)	5	
6	Income accumulated or set apart in excess of fifteen per cent of the income where such accumulation is not allowed under any specific provision of this Act:	6	
7	<b>Total (total of Sl. No. 1 to 6)</b>	7	

Relevant changes in this regard have also been made in the Part B - TI and Part B - TTI

#### **R. Schedule FA (Details of Foreign Assets and Income from any source outside India)**

(i) In Schedule FA in the heading of all the tables, the words "during the **relevant** calendar year" has been replaced with the words "during the calendar year".

#### **S1 Part B1 of Part B - TI [STATEMENT OF INCOME FOR THE PERIOD ENDED ON 31ST MARCH, 2023]**

Changes in consequence to all of the above discussed amendments/changes are also made in this schedule so as to give it's effect in computing the total income of the trust.

#### **S2 Part B3 of Part B - TI**

(i) In light of the amendment made by Finance Act, 2022 regarding Books of account to be maintained by the trusts or institutions under both the regimes [12AB and 10(23C)], changes have also been made in Part B-TI in the ITR form, a separate table in Part B3 is given if total income is chargeable to tax under the twenty-second proviso to Section 10(23C) or Section 13(10). This part has been newly added for the Incomes chargeable u/s 115BBI and Income chargeable to tax under 22nd proviso to Section 10(23C)/13(10). In addition to above, anonymous donation chargeable u/s 115BBC is also included in this part now. The screenshot of newly inserted Part B3 is reproduced below

Part B3- Applicable if total income chargeable to tax u/s twenty-second proviso to section 10(23C) or section 13(10)		
I. If yes in Sl. No. A(26) of Part A-General, specify the reason why the provisions of twenty-second proviso to Clause (23C) of section 10 or sub-section (10) of section 13 are applicable?		
(a)	Provision of proviso to clause (15) of section 2 is applicable	Yes/No
(b)	Condition specified in clause (a) of tenth proviso to 10 (23C) / sub-clause (i) of clause (b) of sub-section (1) of section 12A have been violated	Yes/No
(c)	Condition specified in clause (b) of tenth proviso to 10 (23C)/ sub-clause (ii) of clause (b) of sub-section (1) of section 12A have been violated	Yes/No
(d)	Condition specified in twentieth proviso to 10(23C)/ clause (ba) of sub-section (1) of section 12A have been violated	Yes/No

II. If yes in Sl. No. A(26) of Part A-General, please provide computation of Income chargeable under twenty second proviso to Clause (23C) of section 10/Sub-section (10) of section 13			
1	Total Income for the previous year other than Sl. No. 7		Amount in Rs.
2	Total Expenditure incurred in India, for the objects of the assessee,		Amount in Rs.
3	Expenditure to be disallowed		
	(i)	Expenditure from the corpus standing to the credit of the trust or institution as on the end of the financial year immediately preceding the previous year relevant to the assessment year for which income is being computed	Amount in Rs.
	(ii)	Expenditure from any loan or borrowing	Amount in Rs.
	(iii)	Depreciation in respect of an asset, acquisition of which has been claimed as application of income, in the same or any other previous year; and	Amount in Rs.
	(iv)	Expenditure in the form of contribution or donation to any person.	Amount in Rs.
	(v)	Capital expenditure	Amount in Rs.
	(vi)	Amount disallowable under Explanation to sub-section (10) of section 13 or Explanation to twenty second proviso to clause (23C) of section 10 read with sub-clause (ia) of clause (a) of section 40	Amount in Rs.
	(vii)	Amount disallowable under Explanation to sub-section (10) of section 13 or Explanation to twenty second proviso to clause (23C) of section 10 read with sub-section 3 of section 40A	Amount in Rs.
	(viii)	Amount disallowable under Explanation to sub-section (10) of section 13 or Explanation to twenty second proviso to clause (23C) of section 10 read with section (3A) of section 40A	Amount in Rs.
	(ix)	Any other disallowance	Amount in Rs.
(x)	Total expenditure to be disallowed (i)+(ii)+(iii)+(iv)+(v)+(vi)+(vii)+(viii)+(ix)		Amount in Rs.
4	Additions		
	(i)	Income chargeable under section 115BBI <Total of Sl. No 7 of Schedule 115BBI>	Amount in Rs
	(ii)	Income in respect of which exemption under section 11 is not available, being anonymous donation (Diii of schedule VC)	Amount in Rs
	(iii)	Income chargeable under section 12(2)	Amount in Rs
	(iv)	Income as per Explanation 3B in case of violation of clause (a) or (b) or (c) or (d) of Explanation 3A to section 11(1) read with section 80G(2)(b)	Amount in Rs
	(v)	Income as per Explanation 1B in case of violation of clause (a) or (b) or (c) or (d) of Explanation 1A to section 10(23C) read with section 80G(2)(b)	Amount in Rs
	(vi)	Total Additions (i)+(ii)+(iii)+(iv)+(v)+(vi)	
5	Income chargeable u/s 11(4)		Amount in Rs
6	Sum total [(1-2+3x)+4vi+5]		Amount in Rs
7	Income not forming part of item No. 6 above		
	i	Income from house property [ 4 of Schedule HP] (enter nil if loss)	Amount in Rs.
	ii	Profits and gains of business or profession [as per item No. D48 of schedule BP]	Amount in Rs.
	iii	Income under the head Capital Gains	
	a	Short term	
	ai	Short-term chargeable @ 15% (9ii of item E of schedule CG)	
	aii	Short-term chargeable @ 30% (9iii of item E of schedule CG)	
	aiii	Short-term chargeable at applicable rate ( 9iv of item E of schedule CG)	
	aiv	Short-term chargeable at special rates in India as per DTAA (9v of item E of Schedule CG)	
	av	Total Short-term (ai + aii + aiii + aiv) (enter nil if loss)	
	b	Long term	
	bi	Long-term chargeable @ 10% (9vi of item E of schedule CG)	
	bii	Long-term chargeable @ 20% (9vii of item E of schedule CG)	
	biii	Long-term chargeable at special rates in India as per DTAA (9viii of item E of schedule CG)	
biv	Total Long-term (bi + bii + biii) (enter nil if loss)		
c	Sum of Short-term/Long-term capital gains (av+biv) (enter nil if loss)		
d	Capital gain chargeable @ 30% u/s 115BBH (C2 of schedule CG)		
e	Total capital gains (c + d)		
iv	Income from other sources [as per item No. 9 of Schedule OS]		
v	Total (7i+7ii+7iii+7iv)		
8	Losses of current year to be set off against 7v (total of 2xiv, 3xiv and 4xiv of Schedule CYLA)		Amount in Rs.
9	Total Income (6+7-8)		Amount in Rs.
10	Income which is included in 9 and chargeable to tax at special rates (total of col. (i) of schedule SI)		Amount in Rs.
11	Anonymous donations, included in 10, to be taxed under section 115BBC @ 30% (Diii of Schedule VC)		Amount in Rs.
12	Income chargeable u/s 115BBI, included in 10, to be taxed @ 30% (Sl. No 7 of Schedule 115BBI)		Amount in Rs.
13	Income chargeable to tax u/s twenty-second proviso to clause (23C) of section 10 or sub-section (10) of section 13 (10-11-12-13)		Amount in Rs.

## T. Schedule TCS (Details of Tax Collected at Source)

(i) In Part B- TTI (Tax on Total Income), in Sr. No. 15 [Tax Payments] at Sr. No. C which relates to Details of Tax Collected at Source (TCS), the entire schedule has been modified to bring the same in line with the schedule of Tax Deducted at Source (TDS). The new schedule is as under:

<b>C Details of Tax Collected at Source (TCS) [As per Form 27D issued by the Collector(s)]</b>											
TCS	Sl. No.	TCS credit relating to self /other person [as per rule 37-I]	Tax Deduction and Tax Collection Account Number of the Collector	PAN of other Person (if TCS credit related to other person)	Unclaimed TCS brought forward (b/f)		TCS of the current fin. Year		TCS credit being claimed this Year		TCS credit being carried forward
					Fin. Year in which collected	Amount b/f	Collected in own hands	Collected in the hands of any other person as per rule 37-I (if applicable)	Claimed in own hands	Claimed in the hands of any other person as per rule 37-I (if applicable)	
										TCS PAN	
<b>NOTE ► Please enter total of column (7)(i) in 9c of Part B-TTI</b>											

Similar change has also been made in ITR 2, 3, 5 and 6.