

Budget 2022: What Nirmala Sitharaman said on income tax and return filing

Finance Minister Nirmala Sitharaman has announced that taxpayers can now update I-T returns within 2 years.

Presenting the Union Budget 2022, Finance Minister Nirmala Sitharaman announced that taxpayers can now update I-T returns within 2 years.

"To provide an opportunity to correct an error, taxpayers can now file an updated return within 2 years from the relevant assessment year" said the FM.

The Finance Minister said, " Any income from the transfer of virtual digital assets will be taxed at 30%. Tax on gift of such assets to be paid by recipient."

Sitharaman also said, "Tax for cooperative societies has been reduced to 15% to provide a level playing field between cooperatives and corporates. Surcharge on cooperatives reduced to 7%."

Nirmala Sitharaman also added that both Centre and State govt employees' tax deduction limit will be increased from 10% to 14% to help the social security benefits of state govt employees and bring them at par with the Central govt employees.

Meanwhile, Finance Minister Nirmala Sitharaman presents her fourth Union Budget as India looks for a booster dose to the economy after a Covid-battered year.

The budget comes days before the first phase of voting in Uttar Pradesh, which along with four other states is going to the polls to elect a new state government.

The Indian economy is estimated to expand 9.2 per cent in the fiscal year that ends in March, following a contraction of 7.3 per cent in the previous fiscal.

(Source: India Today)