

25 Rate of Income Tax

(A) For an Individual, HUF, Association of Persons or Body of Individuals and every artificial person

Assessee Category	Applicable for Financial year 2015-16 Assessment Year 2016-17		Applicable for Financial year 2016-17 Assessment Year 2017-18	
Individual/ HUF/ AOP/ BOI	Taxable Income up to Rs. 2,50,000	NIL	Taxable Income up to Rs. 2,50,000	NIL
	From 2,50,001 to 5,00,000	10%	From 2,50,001 to 5,00,000	10%
	From 5,00,001 to 10,00,000	20%	From 5,00,001 to 10,00,000	20%
	Above 10,00,000	30%	Above 10,00,000	30%
Sr citizen Age > 60 years	Taxable Income up to Rs. 3,00,000	NIL	Taxable Income up to Rs. 3,00,000	NIL
	From 3,00,001 to 5,00,000	10%	From 3,00,001 to 5,00,000	10%
	From 5,00,001 to 10,00,000	20%	From 5,00,001 to 10,00,000	20%
	Above 10,00,000	30%	Above 10,00,000	30%
Very Sr citizen Age > 80 Y	Taxable Income up to Rs. 5,00,000	NIL	Taxable Income up to Rs. 5,00,000	NIL
	From 5,00,001 to 10,00,000	20%	From 5,00,001 to 10,00,000	20%
	Above 10,00,000	30%	Above 10,00,000	30%

Notes :

- a. Here Taxable Income does not include the following because of having SPECIAL RATE of IT as:
 - i) Short term capital gain arisen from transfer of equities & units of equity oriented mutual fund (EOME). 15 % (Sec. 111 A)
 - ii) Long term capital gain (after indexation) 20 % (Sec.112)
 - iii) Income from winning of lottery & race course competition etc. 30 % (Sec. 115BB)
- b. Rate of surcharge : @ 15% if total income exceeds Rs. 1 Cr. from FY 2016-17
- c. Education cess : @ 2% (Higher Edu. cess) + 1% (Secondary Edu. cess)
: i.e. 3% on total amount of income tax payable
- d. Tax rebate for small tax payer A resident individual having taxable income up to 5 Lakh shall be entitled for a tax rebate of Rs. 5,000 or amount of net tax payable, whichever is less. (Sec. 87A)

(B) For Partnership firm, LLP, Local authorities and Domestic Company:

- a. Rates of Income Tax : 30% on total taxable income (without any slab)
: 29% if total turnover in Fy 14-15 does not exceed Rs. 5 cr.
: 25% for domestic Mfg co. with no other deduction allowed
- b. Rate of MAT/AMT : 18.5%
- c. Rate of surcharge *for firms* : 12%, if total income exceeds Rs. 1 Cr.
for domestic co.: 7%, if taxable income is between Rs. 1 to 10 Cr.
: 12%, if taxable income is more than Rs. 10 Cr.
- d. Education cess : @ 2% (Higher Edu. cess) + 1% (Secondary Edu. cess)
i.e. 3% on total income tax (incl. surcharge applicable, if any)

(C) For Foreign companies:

- a. Tax rate : 40%
- b. Surcharge : 2% if total income exceeds Rs. 1 Cr. and
: 5% if total Income exceeds Rs. 10 Cr and
- c. Education cess : 3% on income tax (inclusive of surcharge)

