

RATE OF TAXES

Persons	FY 2017-18	FY 2018-19	Change
Individuals (< 60 years – Resident) & Non-Resident			
0 – 2,50,000	0%	0%	No Change
2,50,001 – 5,00,000	5%	5%	No Change
5,00,001 – 10,00,000	20%	20%	No Change
Above 10,00,000	30%	30%	No Change
RESIDENT Individuals (>= 60 years)			
0 – 3,00,000	0%	0%	No Change
3,00,001 – 5,00,000	5%	5%	No Change
5,00,001 – 10,00,000	20%	20%	No Change
Above 10,00,000	30%	30%	No Change
RESIDENT Individuals (>= 80 years)			
0 – 5,00,000	0%	0%	No Change
5,00,001 – 10,00,000	20%	20%	No Change
Above 10,00,000	30%	30%	No Change

Important Points:

- Rebate under Section 87A is available to a **RESIDENT INDIVIDUAL** having **total income upto Rs. 3.50 lakhs**. The amount of rebate shall be 100% of tax or Rs. 2,500 whichever is lower. Further, **rebate shall be given before charging any Cess**.
- Cess for FY 2017-18 is 3% (EC & SHEC) and **for FY 2018-19 is 4% (HEC)**.
- **Rates of Surcharge:**

Particulars	Surcharge (FY 17-18)	Surcharge (FY 18-19)	Change
Income upto Rs. 50 lakhs	0%	0%	No Change
Income > Rs. 50 lakhs < = Rs. 1 crore	10%	10%	No Change
Income > Rs. 1 crore	15%	15%	No Change

- Marginal Relief is available from the Surcharged tax.

COMPANIES:

Persons	F.Y. 2017-18	F.Y. 2018-19	Change
Domestic Companies			
Turnover > Rs. 50 cr. in FY 15-16 & > Rs. 250 cr. in FY 16-17	30%	30%	No
Turnover > Rs. 50 cr. in FY 15-16 & <= Rs. 250 cr. in FY 16-17	30%	25%	Yes
Turnover < Rs. 50 cr. in FY 15-16 & > Rs. 250 cr. in FY 16-17	25%	30%	Yes
Turnover < Rs. 50 cr. in FY 15-16 & <= Rs. 250 cr. in FY 16-17	25%	25%	No
Foreign Companies			
Tax Rate (irrespective of turnover)	40%	40%	No

- **Domestic Company** means a Company which is an Indian Company **OR** any other Company which has made prescribed arrangements for declaration and payment of dividend in India.

COMPANIES

- **Rates of Surcharge:**

Particulars	Surcharge (FY 17-18)	Surcharge (FY 18-19)	Change
Domestic Company			
Income exceeds Rs. 1 crore upto Rs. 10 crores	7%	7%	No Change
Income exceeds Rs. 10 crores	12%	12%	No Change
Foreign Company			
Income exceeds Rs. 1 crore upto Rs. 10 crores	2%	2%	No Change
Income exceeds Rs. 10 crores	5%	5%	No Change

- Marginal Relief is available from the Surcharged tax.

OTHER ASSESSEES

- Tax rate of 30% is applicable to Partnership Firms and LLPs.
- HUF/ AOP/ BOI/ AJP/ Trusts are chargeable at same rates as applicable to Individuals.
- No Change in rates of tax except Cess which has been increased from 3% in F.Y. 2017-18 to 4% in F.Y. 2018-19 in case of all assessees.
- Income received by Partner from Firm (except salary, interest, fee, commission etc.) is exempt from tax in hands of Partner under Section 10 since the same is appropriation of profits.