

# Key amendments in Budget 2026-27

\*Amendment notes  
for CA,CS and CMA

## Aspirants

- New Income Tax Act 2025 to be effective from 1.4.2026
- Returns can be revised till 31st March on Payments of Nominal Fees.
- stagger timelines for individual return filing - 31st July and 31st August
- TCS Rate reduced to 2% from 5% on overseas Yows Package.
- TCS Rate reduced to 2% from 5% for Pursuing Medical and Engineering under LRS.
- TCS Rate increased to 2% on sale of scrap, alcohol.
- TDS application on supply of manpower services fixed under section 194C

- TDS on sale of properties by NRIs sellers to be deposited PAN Based (TAN not reqd.)
- Proposed scheme for lower TDS Deduction Certificate automated
- MAT credit allowed to be set off for companies opting to pay tax in the new regime upto 25% tax liability
- One time six month Foreign Asset Disclosure scheme to disclose overseas assets not disclosed earlier
- certain Penalties under Income Tax converted to fees.
- Tax Holidays to foreign companies providing cloud services having Data Centres in India.
- Increasing Safe Harbour limits for IT services
- Exemption from MAT to companies paying Tax under presumptive scheme.

- Separate Accounting Requirement of ICDS to be removed from FY 2027 - 28
- Buybacks to be taxed for all.
- STT rate raised on futures and option