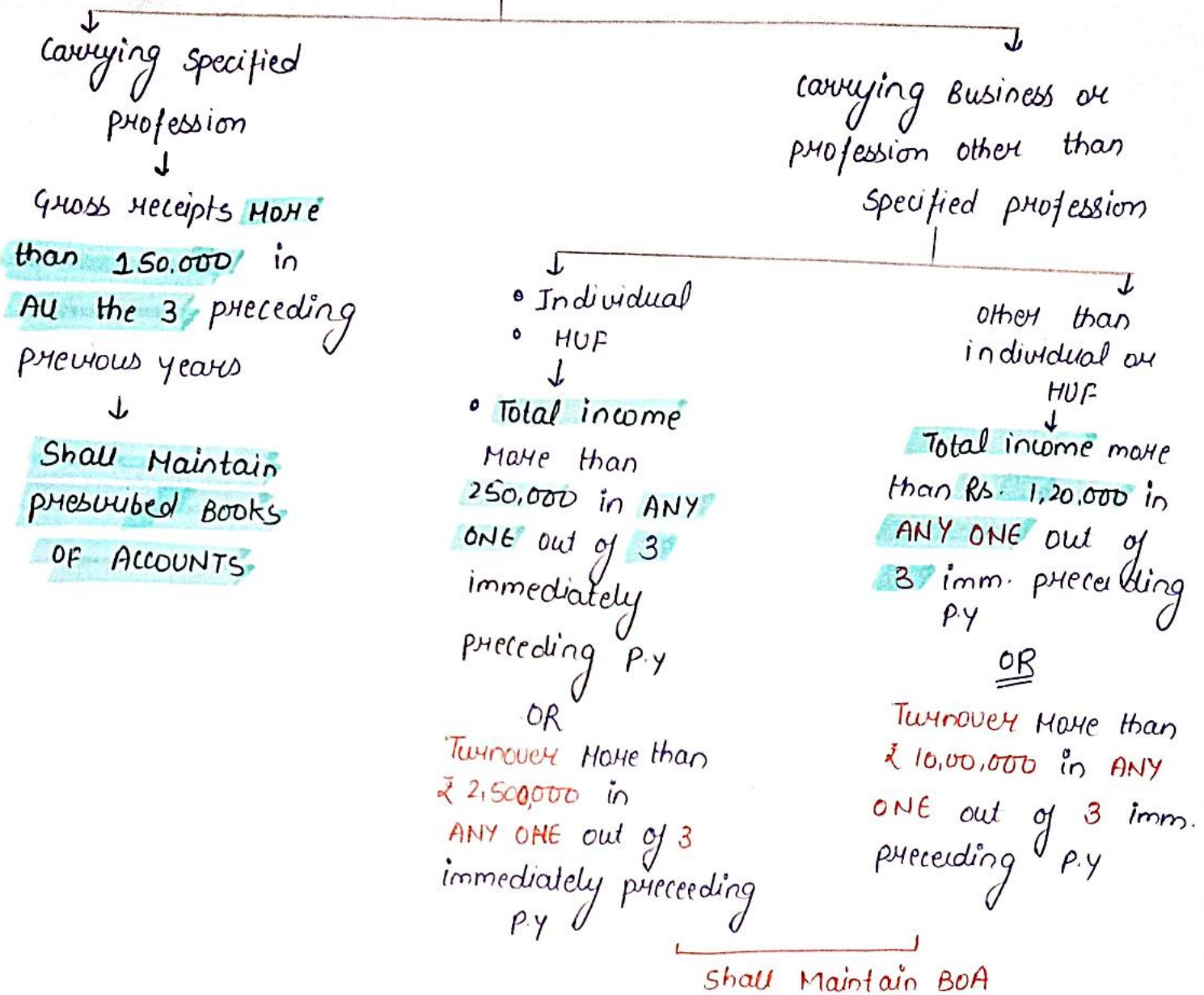


# Section 44AA - Accounts and Records

Assessee



# IN case of default

Maximum Penalty → upto 25,000 Rs.

# Specified Profession

- 1) Accountancy [CA/CMA]
- 2) legal
- 3) Medical
- 4) film Artist
- 5) engineering
- 6) Technical consultancy
- 7) Company Secretary
- 8) Interior Decorator
- 9) Architectural.
- 10) Any other profession which, may be notified by CBDT.

## Prescribed Books OF Accounts - Rule : 6F

The following Books of A/c's and other documents are required to be maintained :-

- (i) CASH BOOK
- (ii) Journal
- (iii) ledger
- (iv) Carbon Copies of Bills and Receipts
- (v) Original bill and receipts issued to the person in respect of expenditure.

② If GR/TI/TO less than specified limit given above are also required to maintain books of A/c's but there have not been prescribed books of A/c

③ If, where the profession, business has been newly set up in the P.Y, his GR, TI, TO are likely to exceed specified limit, then he is required to maintain books of A/c's.

④ Place at which books of A/c to be kept and maintained :-

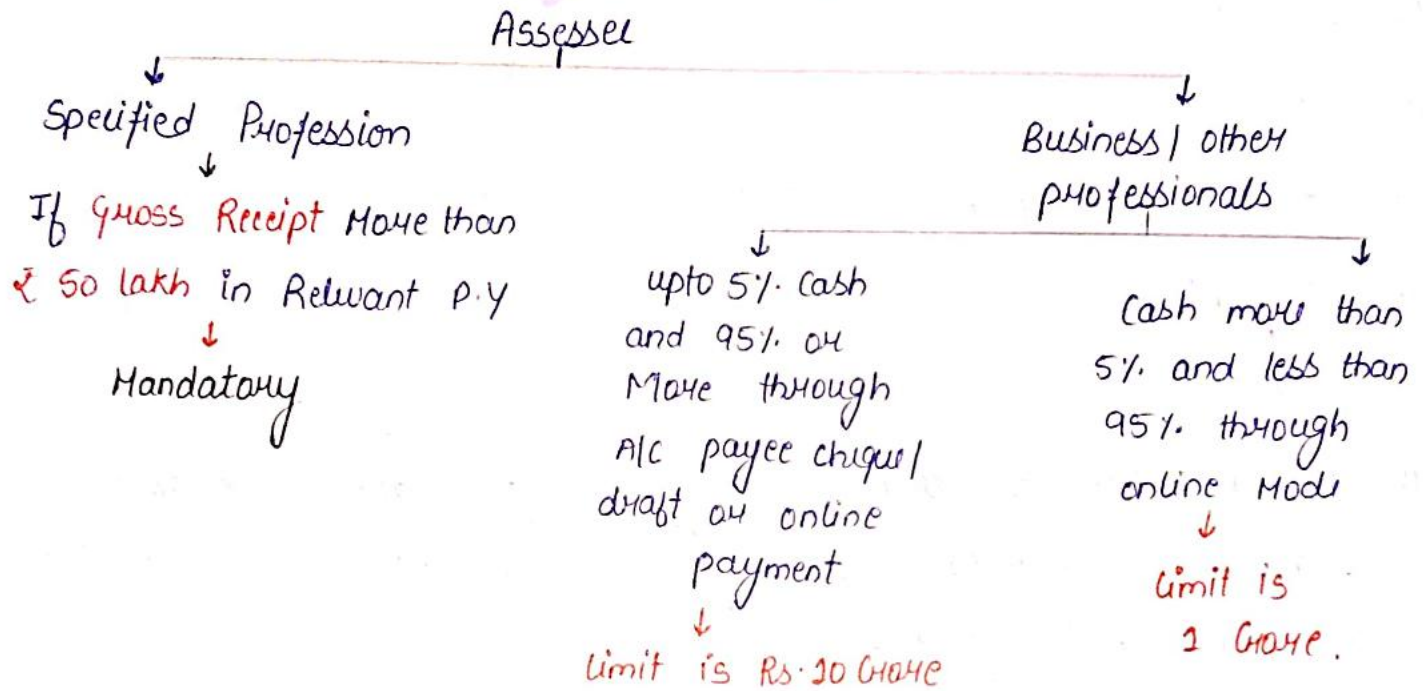
The books of A/c shall be kept and maintained at the place where the person is carrying on business <sup>or</sup> profession <sup>or</sup> where there is more than one place, at the "principle place of Business"

⑤ Period :- The above books of A/c shall be kept and maintained for a minimum period of 6 years from the end of Relevant A.Y

## ⑥ Mandatory to Maintain Books of A/c

Showing lower Income as compared to Income Computed on Presumptive basis u/s 44AE/44AD/44ADA/

## Section 44AB - Mandatory Audit of Accounts



# Audit is done by = CA + COP

# Audit Report By = upto 30<sup>th</sup> sept of A.Y

# If Default = 0.5 of Turnover } LESSER : Maximum Rs. 150,000  
OR  
1,50,000 }  
(Penalty)

Example :- Mr. V.G. Businessman

Turnover	80,00,000	2,40,00,000	2,10,00,000	6,00,00,000	400,00,000
Cash	2,00,000	9,60,000	21,00,000	12,00,000	60,00,000
Sp. Mode	7800,000	2,30,40,000	1,89,00,000	5,88,00,000	3,40,00,000
Eligible limit	10 crore	10 crore	1 crore	10 crore	1 crore
Audit ?	X	X	✓	X	✓

### o Important Points

- ① The requirement of Audit u/s 44AB does not apply to a person who declares profit and gains for the P.Y on the presumptive basis u/s 44AD/44ADA/44AE
- ② Audit Mandatory u/s 44AB  
 Showing lower Income as compared to income computed on presumptive basis u/s 44AD/44ADA/44AE

### o Section 44AD/44ADA [Most Important]

	44AD	44ADA
o Eligible Assessee	<u>Resident</u> → Individual → HUF → Firm (LLP)	<u>Resident</u> → Individual → HUF → Firm (LLP)
o Section Name	Presumptive taxation for Business or Non-Specified professional.	Presumptive Taxation for Specified professional

upto 5%. Cash 95% or  
More Specified Mode

turnover upto 3  
Crores

gross receipts upto  
75 lakhs

If Not Satisfied

Turnover upto 2 Crores

Gross Receipts upto  
50 lakhs

Deemed PMBP  
income

→ 8% of turnover  
→ 6% of turnover  
(if payment Received  
through sp. mode upto  
due date of filing ROI)

50% of Turnover

Expenditure allowed  
or Disallowed

Not allowed.  
Not disallowed

Not allowed  
Not disallowed

Books of Accounts  
and audit

Not Required

Not Required.

Set off of losses

Allowed

Allowed

Deduction u/c VI-A

Allowed

Allowed

Lock-in-period

SAY

NO lock-in-period

(44 AD lena hai to  
lagatar 5 years lena  
hai agar bich me  
withdraw kia to, Next  
5 years 44AD Nahi  
Milega)

### Example:-

	Businessman		Professional	
Turnover/GROSS Receipts.	2,60,00,000	190,00,000	70,00,000	40,00,000
Cash	7,80,000	1,10,00,000	140000	25,00,000
Sp. Made	2,52,20,000	80,00,000	68,60,000	15,00,000
Eligible limit 44AD) ADA wheather eligible or Not	3 crore Yes	2 crore Yes	75 lakhs Yes	50 lakh Yes
Deemed PGIBP income	$7,80,000 \times 8\%$ + $2,52,20,000 \times 6\%$	$1,10,00,000 \times 8\%$ + $80,00,000 \times 6\%$	$70,00,000 \times 50\%$	$40,00,000 \times 50\%$
	15,75,600	13,60,000	35,00,000	20,00,000

### o Section: 44 AE

#### Applicability

Any Assessee who owns not more than 10 goods carriage during the P.Y

Heavy Goods Vehicle.  $\Rightarrow$  1000 per tonne, per Vehicle, per Month  
 $\downarrow$   
 Gross weight  $>$  12000 kgs (or) part of Month

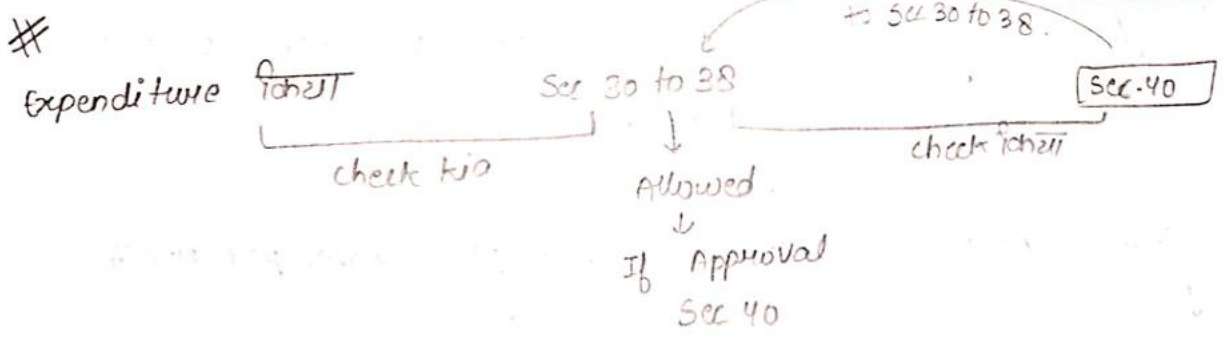
Other than Heavy goods Vehicle  $\Rightarrow$  7500 per Vehicle, per Month (or) part of Month.

# Goods Carriage Hold kitna kiya ye Matter karta Hai, Put to Use kitna Hua ye Matter Nahi karta Hai

# 1 Tonne = 1000 kg

Example:-

No of Vehicle	Gross weight	Hold	Goods vehicle	Deemed Income
2	11000 kg each	4M 10 days	NHGV	$2 \times 7500 \times 5$
1	13000 kg	6M 5 days	HGV	$1 \times 1000 \times 13 \times 7$
3	18000 kg each	8M	HGV	$3 \times 18 \times 1000 \times 8$
1	9000 kg	9M	NHGV	$7500 \times 9$
2	15000 kg	4M 20 days	HGV	$2 \times 15 \times 1000 \times 5$



Section

→ In Case

100% of

in India

→

→

⇒ If

in P

Ret