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B.Com Honours | Semester VI | Calicut University

INCOME TAX ASSESSMENT

Course Code: COM6EJ314 • Module 4 Notes

Module IV: Procedure for Assessment & Administration

Covers types of income tax assessment, TDS & TCS procedures, Advance Tax due dates & interest (Sec 234B/234C), Tax Authorities, Appeals & Revisions, Penalties (Sec 270A), & Prosecutions.

Unit 9: Types of Assessment, TDS, & TCS Procedures

Types of Assessment:
- **Self-Assessment (Sec 140A):** Assessee pays tax before filing return.
- **Summary Assessment (Sec 143(1)):** Automated processing of return by CPC.
- **Scrutiny Assessment (Sec 143(3)):** Detailed examination of books by Assessing Officer (AO).
- **Best Judgment Assessment (Sec 144):** Mandatory assessment by AO when assessee fails to file return or comply with notice.

Unit 10: Advance Payment of Tax & Tax Authorities Hierarchy

Advance Tax Threshold (Sec 208): Obligation applies if estimated tax liability $ \ge ₹10,000 $.
- **Due Dates (Corporate & Non-Corporate):** 15th June (15%), 15th Sept (45%), 15th Dec (75%), 15th March (100%).

Unit 11: Appeals, Revisions, Penalties, & Prosecutions

Appeals Hierarchy: CIT(Appeals) $ ightarrow$ ITAT $ ightarrow$ High Court $ ightarrow$ Supreme Court. Penalty for under-reporting income: $ 50\% $ of tax; misreporting: $ 200\% $ of tax (Sec 270A).

Practical Case Framework 1 (Advance Tax Due Dates & Cumulative Installment Percentages Table): Detail installment due date, cumulative minimum advance tax % payable, interest under Sec 234C on default.

Advance Tax Payment Installment Schedule Table:

Advance Tax Installment Due Date	Cumulative Minimum Tax % Payable	Sec 234C Interest Penalty Impact
On or before 15th June	15% of estimated net tax liability	1% per month simple interest if shortfall < 12%
On or before 15th September	45% of estimated net tax liability	1% per month simple interest if shortfall < 36%
On or before 15th December	75% of estimated net tax liability	1% per month simple interest on shortfall
On or before 15th March	100% of estimated net tax liability	1% simple interest on shortfall for 1 month

Practical Case Framework 2 (Income Tax Assessment Types Procedural Comparison Matrix): Compare assessment type, Income Tax section, initiating trigger, and Assessing Officer (AO) authority power.

Income Tax Assessment Types Reference Table:

Income Tax Assessment Type	Statutory Section	Initiating Circumstance & AO Authority
Summary Intimation Assessment	Sec 143(1)	Automated CPC adjustments for arithmetical errors
Scrutiny Assessment	Sec 143(3)	AO issues Sec 143(2) notice to verify income claims
Best Judgment Assessment	Sec 144	AO assesses tax based on available evidence upon default