

**Missed the Income Tax - Savings Proof Submission deadline to employer? You can still claim the refund for excess Tax deducted from salary.**

If you have not submitted the proof of savings and investments (including the rent paid), you can still get a refund by disclosing the same in your Income Tax Return.

The deductions in respect of

- House Rent Allowance or
- Under Section 80C (Life Insurance Premium, Children Tuition fees, PPF etc.)
- Interest on Home Loan
- Health Insurance and Medical expenses u/s/ 80D
- Other deductions under Chapter VI

Can be claimed directly at the time of filling of return of income.

**Income tax on PF withdrawal:**

EPF withdrawal is taxable if the total period of service is less than five years.

It is to be noted that there are four parts to any EPF contribution and below is the taxability of the respective income In case the period of continuous service is less than five years.

Employee's contribution	The subscriber's own contribution portion of the withdrawal is taxable, If the subscriber had claimed deduction under Section 80C on his contribution in earlier years.
Employer contribution	Taxable under the head "salary"
Interest earned from employer's contribution	Taxable under the head "salary"
Interest earned from employee's contribution	Taxable under the head "Income from other sources"

## Frequently Asked Questions

- a. Even if no taxes have been deducted from salary, is there any need for my employer to issue Form-16 to me?

Form-16 is a certificate of TDS. In your case it will not apply. However, your employer can issue a salary statement.

- b. Is pension income taxed as salary income?

Yes. However, pension received from the United Nations Organisation is exempt.

- c. Is Family pension taxed as salary income?

No, it is taxable as income from other sources.

- d. If I receive my pension through a bank who will issue Form-16 or pension statement to me- the bank or my former employer?

The bank

- e. What is standard deduction?

The Finance Act, 2018 introduces the standard deduction of Rs. 40,000 from an income which is taxable under the head "Income from salary". The standard deduction is allowed with effect from Assessment year 2019-20.

- f. Are receipts from life insurance policies on maturity along with bonus taxable?

As per section 10(10D), any amount received under a life insurance policy, including bonus is exempt from tax. However, following receipts would be subject to tax:

- Any sum received under sub-section (3) of section 80DD; or
- Any sum received under Keyman insurance policy; or
- Any sum received in respect of policies issued on or after April 1st, 2003, in respect of which the amount of premium paid on such policy in any financial year exceeds 20% (10% in respect of policy taken on or after 1st April, 2012) of the actual capital sum assured; or

- Any sum received for insurance on life of \*specified person (issued on or after April 1st 2013) in respect of which the amount of premium exceeds 15% of the actual capital sum assured
  - \* Specified person who is -
    - i) A person with disability or severe disability specified under section 80U;  
or
    - ii) suffering from disease or ailment as specified in the rule made under section 80DDB.
- Exemption is available only in respect of amount received from life insurance policy
- Exemption under section 10(10D) is unconditionally available in respect of sum received for a policy which is issued on or before March 31, 2003
- Amount received on the death of the person will continue to be exempt without any condition