

ITR SCRUTINY AY 2024-2025



ITR Filed

- Nil
- Tax Payable
- Refund

ITR Processing

- Data extracted from different sources
 - Form 26AS
 - AIS & TIS
 - SFT Reporting
- Data matched with ITR Filed
- Return processed and intimation us 143(1) send to taxpayer
 - No due
 - demand
 - refund

Risk Parameters

- High Value Transaction & ITR not filed
 - High value cash deposit
 - GST turnover mismatch
 - Income vary from AIS,TIS or 26AS
 - Excess refund
 - Political Party donations
 - Excess exemptions from Form 16
 - Excess deduction from Form 16
- This is indicative list and other reasons are also involve.

Scrutiny Selection

- Case fall under risk parameter
 - Interest of revenue
 - Notice issued us 143(2) & 144B
- Notice us 143(2)

Type of Assessment

- Self assessment
 - Fair judgment assessment
 - Best judgment assessment
- Faceless assessment done by department

Assessment Procedure

- Document submit by taxpayer
 - Detail Computation
 - Bank statement
 - PnL, Bst GST Return
 - Form 16, payslips
 - Capital gain report
 - Home loan certificate
 - FD statement
 - Income Tax Challan
 - TDS/TCS certificate
- Submit documents on income tax portal
- Documents and explanation asked by AO
- Submit required documents & explanations by taxpayer
- Fair Judgment Order pass
 - No additional tax liability
 - Tax liability with penalty

Key Points

1. Time bound reply is mandatory
2. Assessment is long term process an AO may ask for additional documents & clarification
3. Don't provide any bogus or fake documents
4. Taxpayer may provide the information self, however professional advice is always recommended in litigation
5. This is normal exercise done by department every year, taxpayer no need to panic
6. This mind map is prepared by Fintaxpro Advisory LLP

Appeal

- CIT(A)
- ITAT
- High Court
- Supreme Court

30 June 2025