

Niti

Developments in Tax Laws
April, 2025



*"Krishna controls the Finite and the Infinite with inconceivable supernatural transcendental force.
This is the power of inner energy."*

.....Bhagavad Gita



Section I – Direct Tax Laws

A. Mandatory Aadhaar Intimation for PAN Holders Allotted via Enrolment ID – New Compliance Requirement

<https://incometaxindia.gov.in/communications/notification/notification-no-26-2025.pdf>

As per the Income-tax (Ninth Amendment) Rules, 2025 and Notification No. 26/2025 dated 3rd April 2025, individuals who were allotted PAN based on Aadhaar Enrolment ID (before 1st October 2024) are now required to intimate their Aadhaar number to the Income-tax Department. This intimation is required to be done on or before 31st December 2025, in accordance with Section 139AA(2A) of the Income-tax Act, 1961 (“the Act”).

B. No TDS on Withdrawals from Notified Schemes under Section 80CCA

<https://incometaxindia.gov.in/communications/notification/notification-no-27-2025.pdf>

As per Notification No. 27/2025 dated 4th April 2025, no tax will be deducted at source (TDS) under Section 194EE of the Act on withdrawals made by individuals from notified government savings schemes covered under Section 80CCA(2)(a) of the Act. This includes schemes such as the National Savings Scheme (NSS) as notified by the Central Government.

C. HUDCO Bonds Notified for Tax Benefits and Infrastructure Investment

<https://incometaxindia.gov.in/communications/notification/notification-no-31-2025.pdf>
<https://incometaxindia.gov.in/communications/notification/notification-no-34-2025.pdf>

In exercise of the powers conferred by clause (ba) of explanation to Section 54EC of the Act, the Central Government has notified two HUDCO Bond instruments which assessee can avail for tax benefit:

1. Five-Year Redeemable Bonds (Notification No. 31/2025): Recognized as 'long-term specified assets' under Section 54EC of the Act. Investments in these bonds (issued on or after 1st April 2025) qualify for capital gains exemption.
2. Ten-Year Zero-Coupon Bonds (Notification No. 34/2025): Notified as 'zero coupon bonds' under Section 2(48) of the Act. These bonds, maturing at ₹5,000 crores with a discount of ₹2,351.49 crores, are to be issued on or before 31st March 2027 for the period of 10 years 1 month.



D. TCS on High-Value Luxury Goods Notified under Section 206C(1F)

<https://incometaxindia.gov.in/communications/notification/notification-35-english.pdf>
<https://incometaxindia.gov.in/communications/notification/notification-36-english.pdf>

The Central Government has notified that on sale of certain luxury goods (as listed below) exceeding ₹10 lakh in value, the sellers must collect tax at source (TCS) if the value of these goods/ articles exceeds ₹10 lakh. These goods include:

The notified items include:

1. Wrist watches
2. Art pieces (antiques, paintings, sculptures)
3. Collectibles (coins, stamps)
4. Yachts, rowing boats, canoes, helicopters
5. Sunglasses
6. Handbags and purses
7. Shoes
8. Sportswear and equipment (e.g., golf kits, ski-wear)
9. Home theatre systems
10. Horses used for horse racing and polo

E. Expenditure on Settling Legal Proceedings under Specific Laws Not Deductible

<https://incometaxindia.gov.in/communications/notification/notification-38-2025.pdf>

The Central Government has notified that expenses incurred to settle proceedings related to contraventions or defaults under the Securities and Exchange Board of India Act, 1992, Securities Contracts (Regulation) Act, 1956, Depositories Act, 1996, and the Competition Act, 2002, will not be allowed as deductions under Section 37(1) of the Act.

**Section III – Some Reminders for May, 2025**

Particulars		Due Date
Payment of	Tax Deducted at Source for the month of April, 2025	7 th May, 2025
	Provident Fund (includes EDLI) for the month of April, 2025	15 th May, 2025
	ESIC for the month of April, 2025	15 th May, 2025
Filing of	GSTR- 1 for April, 2025 (turnover of more than or less than Rs. 5 crores)	11 th May, 2025
	GSTR-8 for April, 2025 [return to be filed by the e-commerce operators who are required to deduct TCS (Tax collected at source) under GST]	10 th May, 2025
	GSTR-7 for April, 2025 [return to be filed by the persons who is required to deduct TDS under GST]	10 th May, 2025
	GSTR - 3B for April, 2025 (turnover of more than Rs. 5 crs)	20 th May, 2025
	GSTR - 3B for April, 2025 (turnover up to Rs. 5 crores, depending on the state)	20 th May, 2025
	Filing of TDS Return for 4 th Quarter of FY25	31 st May, 2025
	Statement of Financial Transaction (SFT) under Section 285BA(1) of the Income Tax Act for FY25.	31 st May, 2025
	Annual Disclosure requirement for Large Entities	15 th May, 2025
	Filing of Form PAS 6 - Reconciliation of Share Capital Audit Report	30 th May, 2025
	Filing of form LLP 11- Annual Return in LLP	30 th May, 2025
	Secretarial Compliance Report (Regulation 24A of SEBI (LODR) Regulations	30 th May, 2025
	Statement of deviation(s) or variation(s) for proceeds of public issue, rights issue, preferential issue, Qualified Institutions Placement (QIP) (Regulation 24A of SEBI (LODR) Regulations	30 th May, 2025
	Financial Results for Q4/ Full Year along with Limited Review Report/ Auditor's Report (Regulation 33 of SEBI (LODR) Regulations	30 th May, 2025



Disclaimer

The information contained herein are intended to provide general information on a particular subject or subjects, with a view to keep the recipient abreast with the law updates and are not an exhaustive analysis on such subject(s).

Nothing contained herein is intended or should be regarded as substitute for legal advice and it is recommended that professional advice be taken based on the specific facts and circumstances. Views expressed in the article are of the individual authors and do not necessarily reflect those of the Innergize Solutions Private Limited (“Company”). The Company makes no express or implied representations or warranties regarding these materials or the information contained herein, and expressly disclaims any and all implied warranties. The use of the materials and information contained herein is at your own risk, and you will assume full responsibility and risk of loss resulting from the use thereof.

This document is strictly for private circulation only and should not be considered as publication for distribution to general public. In case this mail does not concern you, please write to us to unsubscribe your name from the mailing list.

Compiled by: CA Shruti Mehta, CA Nandita Nevatia and Mr. Kiran Mankodi

For more information, please feel free to write to us at:

Innergize Solutions Private Limited

A-2, 1st Floor, A Wing, Barodawala Mansion,

81, Dr. Annie Besant Road,

Worli, Mumbai 400025, India.

Tel: +91-22-6662 1393

Email: shruti.mehta@innergize.in, nandita.nevatia@innergize.in,

kiran.mankodi@innergize.in

Or visit www.innergize.in