

ITR-1 and ITR-4 Forms notified for AY 2025-26 by CBDT.

CBDT introduced changes in the ITR-1 and ITR-4 forms for AY 2025-26, gist of which are as under:

ITR-1 (SAHAJ) and ITR-4 (SUGAM)

1. Until AY 2024-25, ITR-1 and ITR-4 cannot be filed in case of having income under capital gain head however now it is allowed to be filled if there is long term capital gain (LTGC) under section 112A provided.
 - (i) The LTCG does not exceeds INR. 1.25 lakhs and
 - (ii) There shall be no loss to be carried forward or set off under capital gain head

ITR-4 (SUGAM)

1. Expanded disclosure has been inserted on opting out of new tax regime in AY 2024-25 u/s 115BAC (6)

- (i) If opted out in AY 2024-25, details of furnishing form 10-IEA and acknowledgement number to be mentioned;
 - (ii) And if wish to continue to opt out of new tax regime or opting out first time in AY 2025-26, details of form 10-IEA filed in AY 2025-26 to be mentioned
2. Drop down has been provided in ITR-4 form utility regarding claiming of deduction u/s 80C to 80U
 3. Turnover threshold limit has now been updated to INR. 3 crores if digital transactions are $\geq 95\%$ in case of business income u/s 44AD
 4. Turnover threshold limit has now been updated to INR. 75 lakhs if digital transactions are $\geq 95\%$ in case of professional income u/s 44ADA
 5. All bank account held in India during the previous year must be reported excluding dormant accounts and atleast one account must be selected for refund issue.

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