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Basic Concepts

Extra provisions for detailed and comprehensive study

4.3 Accelerated assessment – Income of a PY assessed in that PY itself

Provision	Situation covered	How is income assessed?
Shipping business of non-residents [S. 172]	<ul style="list-style-type: none"> • A ship belongs to or is chartered by a non-resident. • The ship carries passengers, livestock, mail or goods shipped at a port in India. 	<ul style="list-style-type: none"> • 7.5% of the amount paid or payable on account of such carriage is deemed to be the income accruing in India. • Before the ship departs from the port in India, the master of the ship <i>should</i> furnish a return and either pay the tax assessed on such income or make satisfactory arrangements for its payment. <p>7.5% is the deemed income and tax is computed thereon. 7.5% is not the amount of tax.</p>
AOP/BOI/AJP formed for a particular event or purpose [S. 174A]	It appears to the AO that any AOP/BOI/AJP (para 5), formed or established or incorporated in an AY for a particular event or purpose is likely to be dissolved in that AY or immediately after such AY.	The total income of such entity for the period from 1 April of that AY up to the date of its dissolution shall be chargeable to tax in that AY .
Persons likely to transfer property to avoid tax [S. 175]	It appears to the AO during the current AY that any person is likely to charge, sell, transfer, dispose of or otherwise part with any of his assets with a view to avoiding payment of any liability under the Act.	The total income of such person for the period from 1 April of that AY to the date when the AO commences proceedings under this section <i>shall</i> be chargeable to tax in that AY .

