

FOR LAND & BUILDING PURCHASES BEFORE JULY 23

FM Likely to Make Indexation Benefit a Reality Again

Individuals, HUFs may get to choose between new LTCG tax regime & old one with indexation

Our Bureau

New Delhi: Finance minister Nirmala Sitharaman will on Wednesday move amendments to the long-term capital gains tax (LTCG) provisions for property proposed in the finance bill, providing relief to individuals and Hindu Undivided Families (HUFs), following calls for a relaxation in the budget provisions.

In the case of land or buildings acquired before July 23, the day of the budget, the amendments will give resident individuals and HUFs the option to choose a regime that offers lower tax outgo — 20% with indexation and 12.5% without indexation.

Addressing Key Concerns >> 4



Relief Measures

FM may move 45 amendments in her reply to Finance Bill

ON THE CARDS

Grandfathering

for LTCG tax on property acquired prior to July 23, 2024

Changes

applicable only for resident individuals, HUFs



Taxpayers can choose **20% with indexation** or **12.5% without it**, whichever is lower

No relief for NRIs, cos, LLPs

A minor clarification on TDS/TCS provisions

Search and seizure procedure expanded