

# Income Tax Department increases thresholds for filing appeals in tax disputes

Sandeep Jhunjhunwala, Partner at Nangia Andersen LLP, mentioned that this revision is expected to ease the burden on judicial bodies, allowing them to focus on more significant disputes. He highlighted that the policy maintains exceptions for certain cases below the revised thresholds, particularly those involving TDS/TCS, undisclosed foreign income or assets, and instances where courts have provided specific directions.

The CBDT circular also clarifies that the new monetary limits will not apply to cases where prosecution has been filed by the department and is either pending trial or has resulted in a conviction. With approximately 2.7 crore direct tax demands totaling around Rs 35 lakh crore currently in dispute, this move aims to reduce the number of cases in legal forums and expedite the resolution process.