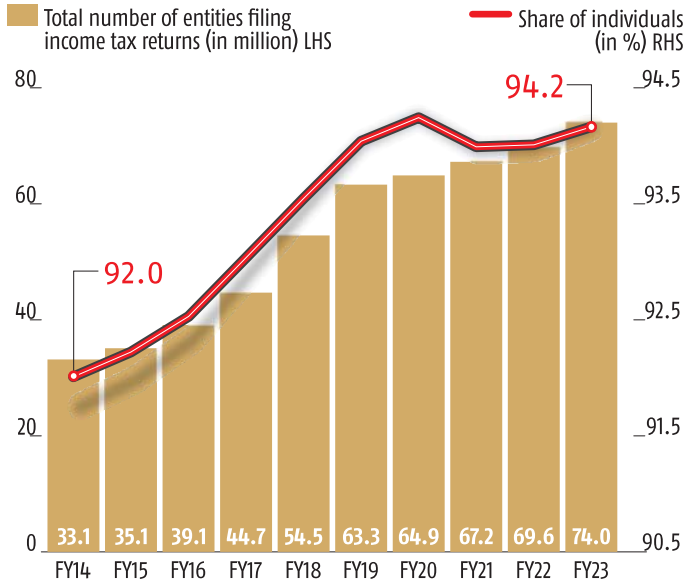


MODI GOVERNMENT: DECADAL PERSPECTIVE

IN THE TAX NET

INDIVIDUALS DRIVE FILING SURGE

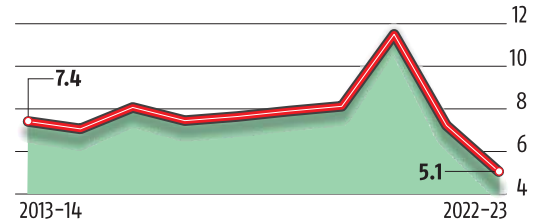


Note: Shows total number of those filing income tax returns across categories including individual, company, Hindu Undivided Family (HUF) and others
Source: Income Tax Department



DIP IN HOUSEHOLD SAVINGS

Net financial savings of households (as % of GDP)



Source: RBI, CMIE, Business Standard calculations

<< Challenges

- ▶ Large number of income tax returns filed reflect zero taxable income. Zero filers account for two-thirds of all returns filed
- ▶ Most taxpayers are concentrated in a few states. The top seven account for over 60 per cent of the non-zero returns

>> Takeaways

- ▶ Filing of tax returns made easier and faster over the years
- ▶ Withdrawal of low-value tax demands going back decades
- ▶ An increased focus on improving tax-payer services, improving transparency and accountability