

# Net direct tax kitty rises 13% in FY25

Advance tax collections grow 14.6% as of March 16

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**N**et direct tax collections rose by a robust 13.13 per cent to ₹21.3 trillion as of March 16 of the current financial year, boosted by a jump in advance tax collections, according to the latest data released by the Income-Tax Department on Monday.

Advance tax collections so far in the current financial year grew by 14.6 per cent to ₹10.4 trillion, up from ₹9.11 trillion in the previous year. The fourth instalment of advance tax payment was due on March 15.

Aseem Mowar, tax partner at EY India said: "The rise in tax revenue is supported by digitalisation, improved compliance, simplification of tax laws, and industrial growth. Over 4,000 listed corporates disclosed revenue growth of 6.2 per cent, with Ebitda and PAT growing by 11 per cent and 12 per cent, respectively, in Q3FY25 compared to the same quarter in the previous year."

Of the net direct tax collections, non-corporate tax — which includes taxes paid by

## TAX SCAN (in ₹ crore)

|                            | Gross tax collection | Refunds         | Net tax collection |
|----------------------------|----------------------|-----------------|--------------------|
| Corporate tax              | 12,40,308            | 2,71,224        | 9,69,084           |
| Non-corporation tax        | 12,90,144            | 1,88,740        | 11,01,404          |
| Securities transaction tax | 53,095               | 0               | 53,095             |
| Others                     | 3,399                | 60              | 3,339              |
| <b>TOTAL</b>               | <b>25,86,947</b>     | <b>4,60,024</b> | <b>21,26,923</b>   |
| Y-o-Y chg (%)              | 16.15                | 32.51           | 13.13              |

Note: Data as on March 16; Source: CBDT

individuals, Hindu Undivided Families (HUFs), firms, bodies of individuals, associations of persons, local authorities, and artificial judicial persons— grew at a robust 17.5 per cent Y-o-Y to ₹11.01 trillion.

Corporate tax, during the same period, surged at a slower pace of 7.1 per cent to ₹9.69 trillion. The securities transaction tax (STT) grew 55.5 per cent to ₹53,095 crore.

Gross direct tax collections during the period grew 16.15 per cent to ₹25.9 trillion while refunds increased 32.5 per cent to ₹4.6 trillion.

In advance tax collections, while corporate tax grew 12.5

per cent to ₹7.6 trillion, non-corporate tax was up 20.5 per cent to ₹2.9 trillion, according to the data.

The government is targeting a total gross tax revenue of ₹38.53 trillion (revised estimates) for FY25. This includes a goal of ₹22.37 trillion from direct taxes and ₹16.16 trillion from indirect taxes.

In the previous financial year (2023-24), the Centre's net direct tax revenue was ₹19.6 trillion after accounting for refunds, reflecting a growth rate of 17.7 per cent.

