

CASE 13.3**Shri Hukam Chand Bansal**

Chennai · 80 years or more · pension and family pension

THE QUESTION**A. The case, in paragraphs**

1. Shri Hukam Chand Bansal, son of Shri Devi Dayal Bansal, was born on 8 February 1945 and is resident and ordinarily resident in India. His permanent account number is ABLPB2947H and his Aadhaar number 6103-4478-9251. He lives at Flat 9C, Kaveri Towers, Cathedral Road, Gopalapuram, Chennai 600086, in the State of Tamil Nadu; his mobile number is 9840236714 and his e-mail address hc.bansal@gmail.com.

2. He is a pensioner. The pension for the tax year 2026-27, in the gross amount, came to ₹ 32,00,000, and was disbursed by Indian Bank (pension disbursing branch), whose tax deduction account number is CHEI04563G. He received no perquisite and no profit in lieu of salary, and no allowance of any kind was paid to him. No tax on employment arises, he being a pensioner.

3. He owns two houses, and no more, and is the sole owner of each, holding the whole hundred per cent in both. The first house, at Flat 9C, Kaveri Towers, Cathedral Road, Gopalapuram, Chennai 600086, in the State of Tamil Nadu, was in his own occupation throughout the year. He had acquired it with a loan of ₹ 45,00,000 from Indian Bank, Home Loan Account No. 6234500019876, sanctioned on 14 August 2014, the acquisition being completed in that year. Of the loan, ₹ 35,82,600 was outstanding on 31 March 2027, and the interest on it for the year came to ₹ 3,10,000.

4. The second house, at C-9, Kaushambi Apartments, Link Road, Kaushambi, Ghaziabad 201010, in the State of Uttar Pradesh, was in his own occupation throughout the year. He had acquired it with a loan of ₹ 32,00,000 from Canara Bank, Home Loan Account No. 2216619004873, sanctioned on 22 February 2017, the acquisition being completed in that year. Of the loan, ₹ 26,94,400 was outstanding on 31 March 2027, and the interest on it for the year came to ₹ 2,35,000.

5. His income from other sources was as follows —

Income	Amount
Interest credited to his savings bank account	₹ 26,000
Interest on fixed deposits, in the gross amount before the tax deducted	₹ 3,15,000
Dividend on listed equity shares, in the gross amount, declared and paid on 5 November 2026	₹ 1,10,000
Family pension in the gross amount, from which no tax was deducted	₹ 3,60,000
Interest received on an income-tax refund	₹ 8,700
Total	₹ 8,19,700

6. He claims, under Chapter VIII, the following deductions, the particulars of which are to be furnished in Schedule XV of the return —

Payment	Amount	Policy / document no.
Life insurance premium — Life Insurance Corporation of India	₹ 46,000	LIC/1998/002164
Life insurance premium — Max Life Insurance Company Limited	₹ 26,000	MAXL/2012/518302
Deposit in Public Provident Fund — Indian Bank, Gopalapuram branch	₹ 1,00,000	PPF A/c 7045123698
Total — life insurance and Public Provident Fund	₹ 1,72,000	
Health insurance premium, paid otherwise than in cash — The New India Assurance Company Limited	₹ 50,000	NIA/2019/SC71842
Own medical treatment of Parkinson's disease, a specified disease, on the prescription of a specialist	₹ 1,15,000	

Payment	Amount	Policy / document no.
Interest on his deposits	₹ 3,41,000	

7. He paid advance tax at the Indian Bank, Gopalapuram branch, whose branch code is 0602345, by the challans below. He paid nothing after 31 March 2027.

Date of deposit	Amount	Challan No.	Remarks
15 September 2026	₹ 80,000	00734	Advance tax
15 December 2026	₹ 85,000	02185	Advance tax
15 March 2027	₹ 85,000	03649	Advance tax

8. Tax was deducted at source during the year as shown below. He claims the whole of it as credit in this tax year.

Deducted from	Amount	Deducted by	TAN / PAN
Pension	₹ 4,60,000	Indian Bank (pension disbursing branch)	CHEI04563G
Interest on his fixed deposits	₹ 31,500	State Bank of India	CHES01276C
Dividend	₹ 11,000	Bharat Cements Limited	MUMB07219C
Total	₹ 5,02,500		

9. Any refund is to be credited to his savings account no. 40012398765 with the Indian Bank, the IFS code of that branch being IDIB000G045. It is the only account he holds in India.

10. He has no income from any business or profession and no capital gain, and no agricultural income. He is not a director in any company, he holds no unlisted equity share, no tax has been deducted from him on a cash withdrawal, and he has neither any asset nor any signing authority in any account outside India. He is not a representative assessee and files no return in response to any notice. He verifies and furnishes the return himself at Chennai on 25 July 2027, on or before the due date of 31 July 2027, and it is not a revised return.

B. The same facts, field by field

How to read this question

The column headed Ref. is the number the field carries on the face of Form ITR-1 SAHAJ — A1 the Permanent Account Number, A4a the age category, A20 the regime, B1(i)(a) the gross salary, 1a to 1k the first house property and 2a to 2k the second — and the workbook prints the same references beside its fields (B1 to B4, C1 to C3 and D1 to D11 on the Income Details sheet, a to k on the HP sheet), so that every row can be found without counting down the sheet.

The tax year is 2026-27, running from 1 April 2026 to 31 March 2027. The return is furnished on 25 July 2027, within the due date of 31 July 2027.

Part A — general information

Ref.	Field	What is to be entered
A1	Permanent Account Number	ABLPB2947H
A2 / A2a / A3	First, middle and last name	Hukam / Chand / Bansal
A4	Date of birth	08/02/1945
A4a	Age category — the sheet computes it from A4	80 years or more
A5	Aadhaar number	6103-4478-9251
A6(a)	Primary mobile number	9840236714
A7(a)	Primary e-mail	hc.bansal@gmail.com
A8(a)	Flat / Door / Block No.	Flat 9C
A9(a)	Name of premises / building	Kaveri Towers
A10(a)	Road / Street / Post Office	Cathedral Road
A10(a)	Area / Locality ★ mandatory	Gopalapuram
A11(a)	Town / City / District ★ mandatory	Chennai
A12(a) / A13(a)	State / Country	Tamil Nadu / India
A14(a)	PIN code	600086
A15	Filed under section	263(1) — on or before the due date
A15a	Date on which the return is furnished	25/07/2027
A16 / A17	Notice / Nature of employment	Not applicable / Pensioners - Others
A18	Is this a revised return?	No
A20	Do you wish to opt out of the default regime? [section 202(4)]	No for Solution 1, the new regime; Yes for Solution 2, the old regime
A21 / A22	Return under the seventh proviso / representative assessee	No / No
Verification	Son or daughter of · capacity · place	Shri Devi Dayal Bansal · Self · Chennai

Part B1 — salary and pension

Ref.	Particulars	Amount
B1(i)(a)	Pension from the former employer, disbursed by Indian Bank — pension disbursing branch, TAN CHEI04563G	₹ 32,00,000
B1(i)(b)	Value of perquisites	₹ 0
B1(i)(c)	Profits in lieu of salary	₹ 0
B1(ii)	Amounts excluded under Schedule II or Schedule III — no allowance of any kind was received	₹ 0
B1(iv)(b)	Entertainment allowance — no deduction under the Income-tax Act, 2025	₹ 0
B1(iv)(c)	Tax on employment — he is a pensioner and pays none	₹ 0

The standard deduction at B1(iv)(a) is computed by the sheet from the answer at (A20) and is never entered.

Part B2 — the two house properties

Ref.	Particulars	Property 1	Property 2
	Flat / Door / Block No.	Flat 9C	C-9
	Premises / building	Kaveri Towers	Kaushambi Apartments
	Road / Post Office	Cathedral Road	Link Road
	Area / Locality ★	Gopalapuram	Kaushambi
	Town / City ★	Chennai	Ghaziabad
	State · PIN	Tamil Nadu · 600086	Uttar Pradesh · 201010
	Occupancy	Self-occupied	Self-occupied
	Co-owned? · share	No · 100%	No · 100%
	Name of the tenant	—	—
	PAN of the tenant	—	—
1a / 2a	Gross rent received or receivable	Nil — self-occupied	Nil — self-occupied
1b / 2b	Rent which could not be realised	₹ 0	₹ 0
1c / 2c	Taxes paid to the local authority	₹ 0	₹ 0
1h / 2h	Interest on borrowed capital (col. vii)	₹ 3,10,000	₹ 2,35,000
h (i)	Loan taken from	Bank	Bank
h (ii)	Name of the bank / institution	Indian Bank	Canara Bank
h (iii)	Loan account number	6234500019876	2216619004873
h (iv)	Date of sanction of the loan	14/08/2014	22/02/2017
h (v)	Total amount of the loan	₹ 45,00,000	₹ 32,00,000
h (vi)	Loan outstanding on 31/03/2027	₹ 35,82,600	₹ 26,94,400
1j / 2j	Arrears or unrealised rent received	₹ 0	₹ 0

Columns (i) to (vii) are the loan table under 1h / 2h in the HP sheet; column (vii) is the interest shown against 1h / 2h. Both houses are self-occupied, so the interest on both loans is allowed only where (A20) is Yes, that is, for Solution 2, and then within one ceiling of ₹ 2,00,000 for the two together; under the new regime the sheet greys out both loan tables and they are left blank.

Part B3 — income from other sources

Ref.	Particulars	Amount
B3(a)	Interest credited to the savings bank account	₹ 26,000
B3(b)	Interest on fixed deposits, gross, before the tax deducted	₹ 3,15,000
B3(c)	Interest received on an income-tax refund	₹ 8,700
B3(d)	Family pension received, gross — no tax was deducted from it	₹ 3,60,000
B3(e)	Dividend on listed equity shares, gross — declared and paid on 5 November 2026, so period (iii) — 16 September to 15 December 2026	₹ 1,10,000

Part C — the deductions claimed

Section	Particulars	Claimed
123	Life insurance premia and the deposit in his Public Provident Fund	₹ 1,72,000
126	Health insurance premia paid otherwise than in cash	₹ 50,000
128	Expenditure on his own medical treatment of a specified disease — Parkinson's disease, item (h) of the list; he is a senior citizen	₹ 1,15,000
153	Interest on deposits, the assessee being a senior citizen	₹ 3,41,000

Schedule XV — section 123: the payments, with their policy or document numbers

Sl. No.	Nature of payment	Amount eligible for deduction u/s 123	Policy number or Document Identification number
1	Life insurance premium	₹ 46,000	LIC/1998/002164
2	Life insurance premium	₹ 26,000	MAXL/2012/518302
3	Deposit in Public Provident Fund	₹ 1,00,000	PPF A/c 7045123698

Schedule XV — section 126: details of insurance

Sl. No.	Name of the Insurer (Insurance company)	Policy Number	Health Insurance amount
1	The New India Assurance Company Limited	NIA/2019/SC71842	₹ 50,000

These particulars are entered where (A20) is Yes, that is, for Solution 2. Every payment is entered at its full amount, exactly as it was paid.

Part E, Schedule IT and Schedule TDS

Ref.	IFS code	Name of the bank	Account number	For refund?
Part E B1	IDIB000G045	Indian Bank	40012398765	Yes

Schedule IT — advance tax and self-assessment tax paid by the assessee himself

Sl.	BSR code	Date of deposit	Challan No.	Tax paid	Which it is
R1	0602345	15/09/2026	00734	₹ 80,000	Advance tax
R2	0602345	15/12/2026	02185	₹ 85,000	Advance tax
R3	0602345	15/03/2027	03649	₹ 85,000	Advance tax

Every challan was deposited at the Indian Bank, Gopalapuram branch. A challan deposited on or before 31 March 2027 is advance tax under sections 404 to 408; one deposited after that date is self-assessment tax under section 266. On these facts the advance tax comes to ₹ 2,50,000 and the self-assessment tax to nil.

Schedule TDS — tax deducted at source, claimed in full in this year

Sl.	TAN of the deductor	PAN of the tenant	Name of the deductor	Section	Deducted
T1	CHEI04563G	—	Indian Bank — pension disbursing branch	392	₹ 4,60,000
T2	CHES01276C	—	State Bank of India	393(1) SL5(ii)	₹ 31,500
T3	MUMB07219C	—	Bharat Cements Limited	393(1) SL7	₹ 11,000

The whole of the tax deducted is claimed as credit in this year, so the two money columns of the Schedule carry the same figure. Neither house is let out, so no rent arises and no tax is deducted from rent.

The eligibility block, and other information

Ref.	Question	Answer
E1	Is the assessee a director in any company?	No
E2	Has he held any unlisted equity share?	No
E3	Has tax been deducted from him on a cash withdrawal?	No
E4	Has he any agricultural income?	No
E5	Has he any asset, or signing authority in any account, outside India, or is income-tax on any employee stock option deferred?	No
—	Residential status	Resident and ordinarily resident
—	Ownership of both house properties	Sole owner, one hundred per cent
—	Income from business or profession, and capital gains	None
—	Any other advance tax or self-assessment tax	None beyond Schedule IT

What you are required to do

Fill Form ITR-1 SAHAJ from the facts above, and compute the total income and the amount payable or refundable twice over, under each regime of the tax year.

- Solution 1 — the NEW regime, which is the default. Answer No at (A20); income-tax is computed under section 202(1).
- Solution 2 — the OLD regime. Answer Yes at (A20); the option under section 202(4) is exercised.

Note. Interest under sections 423, 424 and 425 is NOT COMPUTED in this paper. The rows remain on the form, because they are on the notified return, but nothing is worked out against them. In practical life the interest is charged, and the return of a real assessee would carry it.