

TAX CHIT CHAT : 4

UNION BUDGET 2023

- Union Budget has clarified that if housing loans interest has been claimed as deduction u/s 24, it shall not be included in cost of acquisition of house for capital gains purposes.
- May be worth mentioning that those opting under new tax regime are not entitled to deduction for self occupied house u/s 24.
- So all taxpayers may be advised to accumulate interest paid to the cost of purchase. Thus, on sale of house, they shall get the benefit of increased cost with indexation.

(Note : Tax Chit-Chat is meant for general awareness. Readers are requested to take specific professional advise before acting on it)