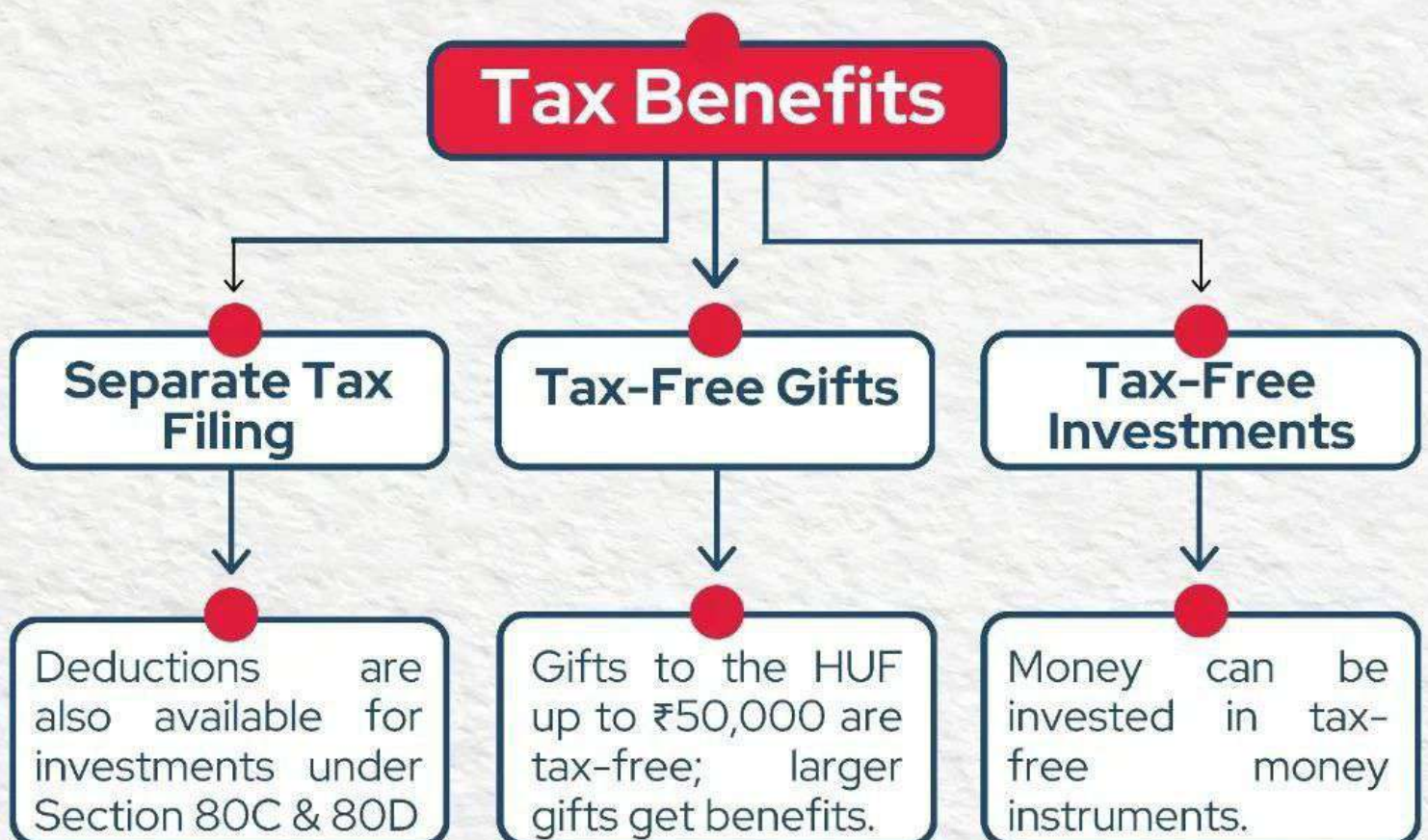


WHAT IS HUF?

- An HUF is a separate entity for taxes, allowing it to file its own tax return and enjoy similar tax benefits similar to an individual.
- It includes parents, children, and sometimes other relatives, and can own property, earn income, and enjoy separate tax benefits.

HUF TAX BENEFITS



SAVE TAX WITH HUF

-  **Run Own Business** HUF can run its own business & can also claim the basic slab limit tax exemption.
-  **Separate Tax filing** HUF files its own tax return with a distinct PAN.
-  **Claim Deductions** Claims deductions under Section 80 and other exemptions.
-  **Insurance Policies** Can purchase insurance policies for members.
-  **Pay Salaries** Pay salaries to members, which are deductible from HUF income.
-  **Investments Income** Income from investments is taxed within the HUF.
-  **Tax Rates** Subject to individual taxpayer tax rates.

INCOME TAX RATES FOR HUF

The current income tax rates for HUFs, whether resident or non-resident, are as follows:

OLD TAX REGIME

INCOME	RATE
FROM 0 TO 2,50,000	NIL
FROM 2,50,001 TO 5,00,000	5%
FROM 5,00,001 TO 10,00,000	20%
FROM 10,00,000 AND ABOVE	30%

NEW TAX REGIME

INCOME	RATE
FROM 0 TO 3,00,000	NIL
FROM 3,00,001 TO 6,00,000	5%
FROM 6,00,001 TO 9,00,000	10%
FROM 9,00,001 TO 12,00,000	15%
FROM 12,00,001 TO 15,00,000	20%
FROM 15,00,001 AND ABOVE	30%

THE HUF ACCOUNT RULES



Eligibility

Hindus, Buddhists, Sikhs, and Jains can form an HUF.



Bank Account & PAN

Requires a bank account and PAN in the HUF's name.



Formation

Can be created right after marriage. Parents, Children become Members of HUF.



Assets

Includes inherited property, gifts, and assets from a will.



Income & Distribution

Income deposited by members; distribution needs unanimous consent.