CLUBBING OF INCOME

(1) Transfer of income without transfer of asset

(2) Revocable transfer of assets – when income therefrom is regarded as that of transferor

(3) When an individual is assessable in respect of remuneration of spouse

(4) When an individual is assessable in respect of income from assets transferred to spouse

(5) Income from assets transferred to son's wife

(6) Income from assets transferred to a person for the benefit of spouse

(7) Income from assets transferred to a person for the benefit of son's wife

(8) Income of minor child

(9) Conversion of self-occupied property into joint family property and subsequent partition

(10) Income from accretion of property transferred or accumulated income of such property

SET-OFF AND CARRY-FORWARD OF LOSSES ①

SET-OFF OF LOSSES

(1) Intra-head Adjustment:

Exceptions:

(i) Loss from speculative business

(ii) Loss from a specified business

(iii) Long-term capital loss

(iv) Loss from the activity of owning and maintaining race horses

(v) Loss can not be set off against winnings from lotteries, crossword puzzles etc.

(vi) Loss from transfer of certain securities

(2) Inter-head Adjustment:

Exceptions:

(i) Loss in a speculative business

(ii) Loss in a business specified under Section 35 AD.

(iii) Loss under the head "Capital gains".

(iv) Loss from the activity of owning and maintaining race horses

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(v) Business loss cannot be set off against salary income.

(vi) House property loss exceeding Rs 200000.

(vii) Loss can not be set off against winnings from lotteries etc.

(viii) Loss from purchase of securities

CARRY-FORWARD AND SET-OFF OF LOSSES

(1) Business loss

(2) Speculation loss

(3) Capital loss

(4) Loss from the activity of owning and maintaining race horses

(5) Loss from house property

(6) Loss on sale of shares, securities or units

(7) Loss arising in the case of bonus stripping