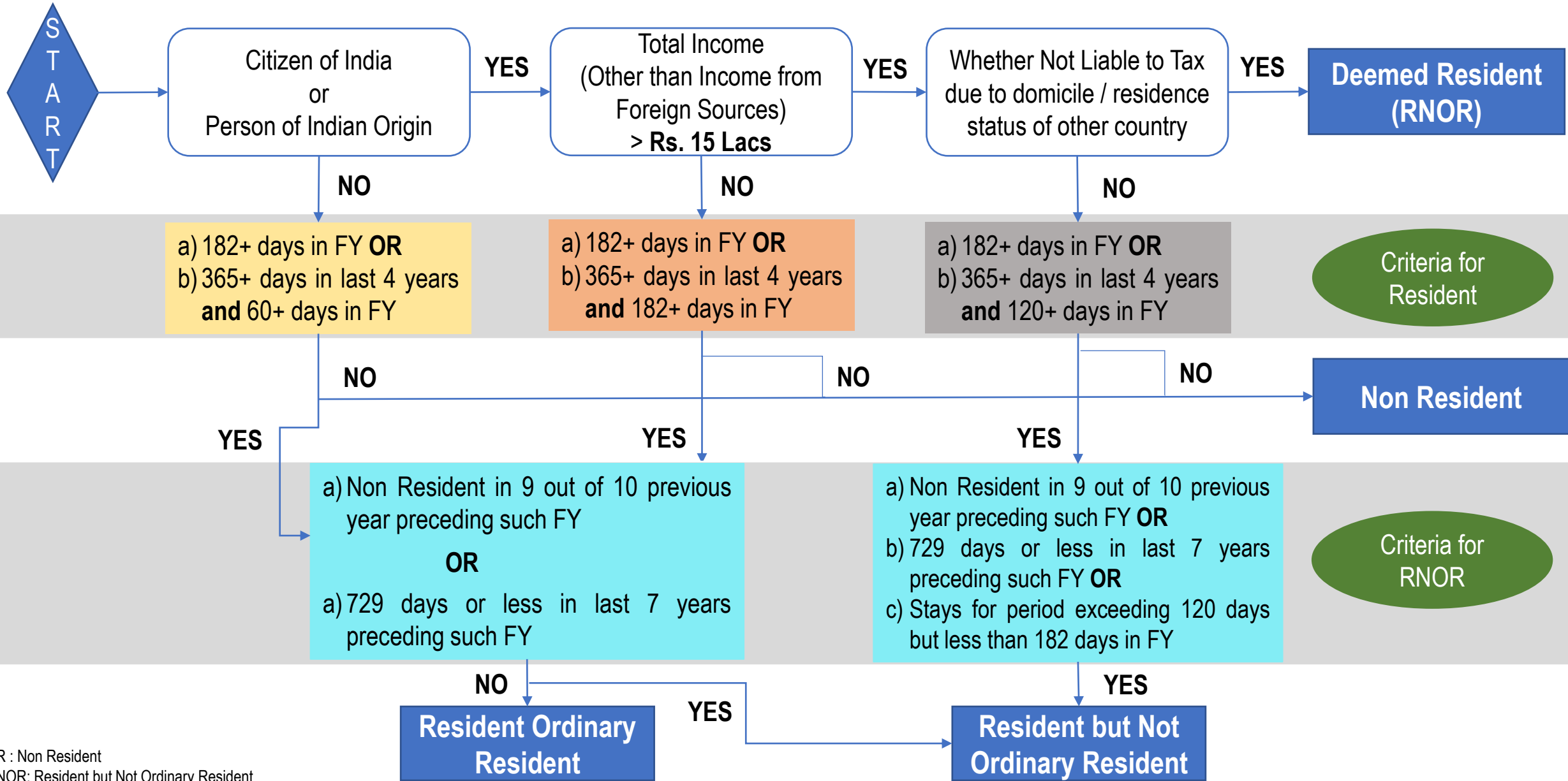


RESIDENCY PROVISIONS CHART (POST FINANCE ACT 2020)



Criteria for Resident

Non Resident

Criteria for RNOR

Resident Ordinary Resident

Resident but Not Ordinary Resident

NR : Non Resident
RNOR: Resident but Not Ordinary Resident
ROR: Resident Ordinary Resident
FY: Financial Year or Relevant Year

KEY NOTES

1. “*Income from foreign sources*” has been defined as income which accrues or arises outside India (except income derived from business controlled in or profession set up in India).
2. Resident Ordinary Resident will be charged to tax in India on his global income i.e. income earned in India as well as Income earned outside India. Credit of tax already paid on income earned outside India shall be allowed as per the Double Taxation Avoidance Agreement (DTAA) entered with respective countries.
3. Resident Not Ordinary Resident and Non Resident will be charged to tax in India on income received or accrued in India.
4. Indian citizen who becomes Deemed Resident of India shall not be taxed in India on income earned outside India by him unless it is derived from an Indian business controlled in or profession set up in India. (CBDT Press Release dated 2nd Feb' 2020)