

DIRECTORATE OF INCOME TAX (SYSTEMS)
ARA Centre, Ground Floor, E-2, Jhandewalan Extension,
New Delhi-110055

F. No. DGIT(S)/DIT(S)-3/AST/Demand Management/58/2015-16/6002/5421

Dated: 07.07.2015

To

**All the Principal Chief Commissioners of Income-Tax /
 Chief Commissioners of Income-Tax (CCAs)**

Sir/ Madam,

**Sub: Linking orders Passed in ITD System with prior demand as per DIN:
 Regarding**

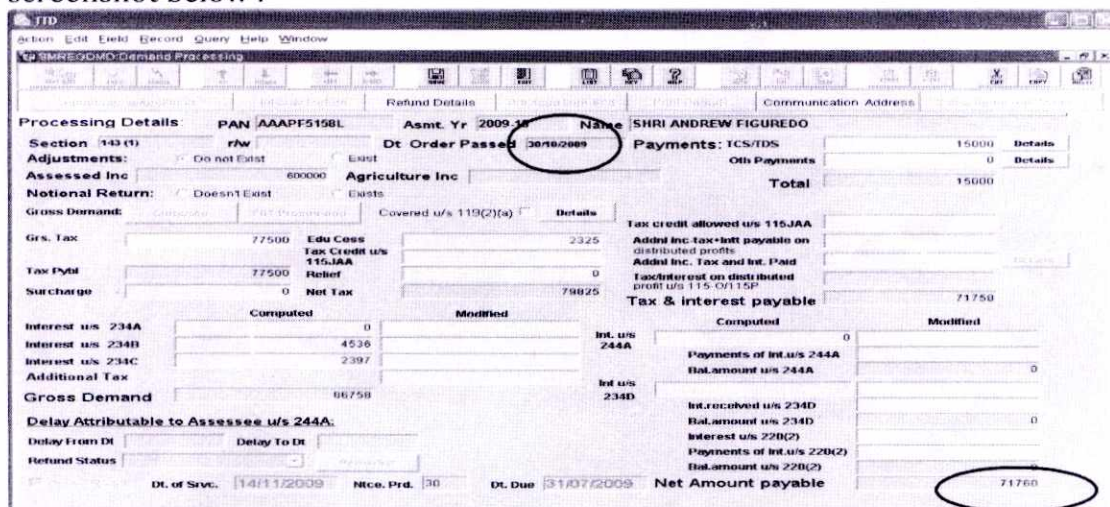
Kindly refer to the above.

2. Grievances have been received from taxpayers stating that even though the demand outstanding against the taxpayer is reduced to Nil by the assessing officer by passing rectification/appeal effect order, the demand does not get corrected in the CPC FAS.

3. The complete procedure for reducing the demand in CPC FAS has been elaborated in ITD instructions issued from time to time. However, a step by step process whereby different scenarios are to be addressed is elaborated again as under:

Scenario 1: Where the underlying order being rectified/amended due to appeal effect, is passed before 01/04/2010 in the ITD System and the demand for that PAN Assessment year has been uploaded on AO portal manually by AO:

a. Presume a scenario where the order u/s 143(1) was passed on 30/10/2009 (i.e. prior to 01/04/2010) and demand of Rs. 71,760/- raised by AO is evident in the screenshot below :



Once demand is raised, the AO uploads the same on CPC-AO portal. Thereafter, an unique DIN is generated by CPC-ITR.

b. The AO passes the order u/s 154 on the ITD application following the standard procedure. The final step for passing such order is to select the push button for **Print Results** as shown in the screen shot below:

The screenshot shows the ITD application window with the following details:

- Section:** 154
- PAN:** AAAPF5158L
- Asmt. Yr:** 2009-10
- Name:** SHRI ANDREW FIGUREDO
- Adjustments:** Do not Exist (selected), Exist
- Assessed Inc:** 600000, Agriculture Inc
- Notional Return:** Doesn't Exist (selected), Exists
- Gross Demand:** Compute (selected), Covered u/s 119(2)(a)
- Tax & interest payable:** -45843
- Net Amount payable:** -45840

c. On clicking '**Print Result**' push button a screen appears listing the arrears for that PAN assessment year as per the CPC FAS. The AO has to select the appropriate demand for that assessment year whereby the prior DIN of the demand/ demands gets linked with the order as shown in the screen shot below :

PAN	A.Y.	SCHEDULE TYPE	SEC CODE	DATE OF ORDER	DEMAND AMOUNT	INTEREST AMOUNT	DIN	FILE NAME	UPLOAD DATE
AAAPF5158L	2009	IT	1431a	30-OCT-2009	71760	23	1234234324	30-Oct-09	30-OCT-2009

d. After this order u/s 154 is passed, order gets linked to the selected demand as per the DIN and the same is communicated to CPC FAS through control table and therefore the demand gets automatically adjusted. The final screenshot after this process is shown below :

ITD
Action Edit Field Record Query Help Window

99 SMPREGCPC Demand Processing

Adjustments/Additions Refund Details Previous Demand Communication Address

Section 164 PAN AAAPF5158L Asmt. Yr 2009-10 Name SHRI ANDREW FIGUREDO

Adjustments: Do not Exist Exist Dt Order Passed 02/07/2015 Payments: TCS/TDS 50000 Details

Assessed Inc 600000 Agriculture Inc Oth Payments 100000 Details

Notional Return: Doesn't Exist Exists Manual Refund 0

Gross Demand: Covered u/s 119(2)(a) Total 130000

Grs. Tax 77500 Edu Cess 2325 Tax Credit us 0

Tax Pwd 77500 Relief 0

Surcharge 0 Net Tax 79925

Interest us 234A 0 Int. us 244A 0

Interest us 234B 2490

Interest us 234C 1842

Additional Tax 0 Int us 234D 0

Gross Demand 84157 Details 234D

Delay Attributable to Assessee u/s 244A:

Delay From Dt Delay To Dt

Refund Status

Di. of Svc. 07/07/2015 Nce. Prd. 30 Dt. Due 06/08/2015

Tax credit allowed u/s 115JAA 0

Added Inc. tax+int payable on distributed profits 0

Added Inc. Tax and Int. Paid 0

Tax Interest on distributed profit u/s 115-C(1)5P 0

Tax & interest payable -45843

Payments of Int.us 244A 0

Bal. amount us 244A 0

Int.received us 234D 0

Bal. amount us 234D 0

Interest us 220(2) 0

Payments of Int.us 220(2) 0

Bal. amount us 220(2) 0

Net Amount payable -45840

Scenario 2: Cases where the under lying order being rectified/amended due to appeal effect etc. was passed in the ITD system after 01/04/2010, the DIN is automatically linked in the subsequent order and the same is communicated to CPC FAS through control table and therefore the demand gets automatically adjusted. No further action is required by the AO.

Scenario 3: Cases where order u/s 143(1)/143(3) has not been passed on the ITD system but only the manual demand has been uploaded by the AO using CPC - Demand Verification Portal, the demand should be modified by the AO using 'Demand Verification' Tab on the said portal. URL to access the portal is <https://cpcaoportal.dept.cpc.gov.in>. The relevant screen shot of the portal is shown as under :

Arrear Demand Portlet

आयकर केंद्र
CENTRALIZED PROCESSING CENTER
INCOME TAX DEPARTMENT

HOME DEMAND VERIFICATION DEMAND HISTORY SELECTED CASES

Category: All Records Demand Range Show all the demands Demand Ascending Enter PIN 90

*Amount shown here are in Lakhs Last update of the data: 18-Oct-14 12:10:00

(A) PAN	(B) Name	(C) Total Demand as on (Nov 2014)	(D) Demand Added (From Go Live Date)	(E) Amount Paid	(F) Amount Reduced	(G) Amount Confirmed by Tax Payer via e-Filing	(H) Amount Confirmed by Tax Payer via e-Filing	(I) Demand Amount Confirmed by AO	(J) Balance Demand to be Confirmed by AO
AWCP51977L	Acharya	1.25	00	00	00	00	00	00	1.25
AKNP56187P	Chandrika	0	0	0	0	5,632.51	0	0	0
ARYP11933A	Elangovan	0	0	0	0	0	1,178.97	0	0
AWKPR5781K	Rajani	25	0	0	0	0	0	0	25
PCDP1003ND	Dimple Victoria	0	0	0	0	0	0	0	0

Records 1 - 5 of 24

Income Tax Department, India 2014. All Rights Reserved.

4. This letter may be brought to the knowledge of all the field officers working in your charge for necessary action.
5. For any system related issue, the officers may lodge a complaint at the ITBA Helpdesk for speedy resolution.
6. This issues with the prior approval of Pr. DGIT(S).

Yours faithfully,



(Ashish Abrol)

Addl. DIT(S)-3(1), New Delhi

Copy to :

1. The P.P.S. to Member (L&C), CBDT for information.
2. The P.S. to Pr. DGIT(S) for information.
- ~~3.~~ Database cell to upload on website: irsofficersonline.gov.in
4. Additional DIT (Hqrs)(Admin) to upload on DGIT(S) corner in irsofficersonline.gov.in.
5. Sh. T John, DPA to upload on itaxnet



(Ashish Abrol)

Addl. DIT(S)-3(1), New Delhi