DIRECT TAX & INTERNATIONAL TAX

INCOME TAX ACT, 2025

As amended by Finance Act 2026

COLOURED EASY NOTES

CA/CMA Final

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PREFACE

"There is no friend as loyal as a book."

The inspiration behind this book comes from my dearest students, many of whom consider CA/CMA Final Direct Tax to be a vast subject that is difficult to revise effectively before examinations. Through years of teaching, I have witnessed this concern repeatedly, and this book is my effort to address it.

Designed to be both compact and comprehensive, this book simplifies revision without compromising on conceptual clarity. It covers all relevant provisions of CA/CMA Final Direct Tax, important judicial pronouncements, and amendments introduced by the Finance Act, 2026, presented in a concise and student-friendly manner.

A special feature of this book is its focused coverage of the transition from **the Income-tax Act, 1961 to the Income-tax Act, 2025** helping students understand the changes, continuity of concepts, and their practical implications.

As reflected in the opening words, this book is more than just study material—it is intended to be your companion throughout your preparation and a reliable reference in your professional journey ahead.

I dedicate this book wholeheartedly to my beloved students, whose trust, support, and success have been my greatest source of motivation over the past fifteen years. I sincerely hope that this book strengthens your conceptual understanding, simplifies your revision, and contributes meaningfully to your success.

Wishing you the very best for your examinations and professional career.

CA Aarish Khan

Following colours are used in this book for clear identification of different aspects:

- Important Points – Red
- Changes from IT Act 1961 to IT Act 2025 – Green without Italics
- *Amendments by Finance Act 2026 – Green & Italics*
- Case Laws – Blue
- Section Numbers – Purple

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