

NO LAST-MINUTE HUSTLE

IF: You do not want to run from pillar to post at the eleventh hour to save Tax and want to have a 'stress-free' March next year

THEN: Make a Tax plan in April this year. Assess your goals and invest in Tax-saving investments that best match them

WHY: Tax-saving should not be the sole motive of your investments. Your investments must also help you meet your financial goals



AVOIDING THE RISK OF BEING OUT OF FUNDS

IF: You want to reduce your Taxable income by way of investments

THEN: Invest when you have funds. Otherwise, you may have to pay more Tax and lose money due to procrastination

WHY: Your financial state doesn't remain the same throughout the year. Make the most of the money in hand today



LUMP SUM VS INSTALMENT

IF: You do not want to feel the pinch while investing for Tax-saving

THEN: Spread your investments equally throughout the year and start right from April. This can be done through Systematic Investment Plans (SIPs)

WHY: When you make a lump sum payment, the opportunity loss is greater since a large sum gets blocked at one place



NO HASTY INVESTMENT DECISIONS

IF: You want to get maximum benefits from your investments

THEN: Start early so that you get enough time to conduct careful market research

WHY: Any Tax-saving tool can help you save Tax. But, not every such tool can get you substantial returns



THE NEW FINANCIAL YEAR HAS STARTED! START TAX PLANNING TOO.

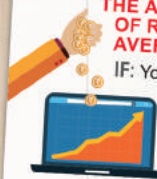
You submitted Tax-related documents to your accounts department. You are now pleased that you met your planned Tax investment targets despite a scramble.

But the time for Tax planning has just begun.

Here's why:



THE ADVANTAGE OF RUPEE COST AVERAGING



IF: You want to benefit from the volatility in the market

THEN: You must start investing

every month right from the beginning – SIPs

WHY: Through SIPs, you tend to buy fewer units when the market is up and more units when it is down. You, thus, lower your average cost of investment

BENEFITING FROM THE POWER OF COMPOUNDING

IF: You want to build wealth along with saving Tax

THEN: Give your investments the time to grow. The earlier you start the better it is

WHY: The power of compounding is the 8th wonder of the world, said famous scientist Albert Einstein once. All you need is time and patience



BEING ON TIME SAVES MONEY

IF: You don't want to pay penalties, you want faster processing of your refunds

THEN: Plan your Taxes well in time so that you file your Taxes on time

WHY: Last-minute attempt to save Taxes could result in delayed filing of Taxes



MAKING THE MOST OF DEDUCTIONS

IF: You want to claim maximum deductions and benefits

THEN: Give yourself enough time to consider all the provisions of the Income Tax Act that can help you reduce your Taxable income

WHY: Section 80C can help you save Tax on investments up to ₹1.5 lakh. However, there are other provisions too that can be helpful.

