

REALTORS & ESTATE CONSULTANTS ASSOCIATION OF KOLKATA

Pay Income Tax in India on rents received overseas

ALL persons holding an Indian citizenship to pay TAX on their WORLDWIDE Income. This means that if you are holding an Indian passport, regardless of where you reside in the world, and even if you have not travelled to India for a long period of time, you will be forced to declare your worldwide income to the Indian Tax Authorities, which worldwide income will be subject to Indian Income Tax.

Last year, 15,000 Indian nationals took up residence in Dubai for tax saving purposes. Others relocated to Hong Kong, Singapore, Mauritius and other low tax jurisdictions in order to mitigate their tax liability in India. However, when the new policy comes into place, regardless of their tax residence, the Indian national will still have to declare their non-Indian wealth to the Indian Government. This model to be adopted by the Indian Government is taken from the USA model. In the USA, the Government levies tax on the worldwide income and estate/gift returns on ALL USA citizens, regardless of where you live.

See link

https://www.irs.gov/individuals/international-taxpayers/u-s-citizens-and-resident-aliens-abroad

