CIRCULAR

SUB: Notification u/s 10(46) of IT act, 1961 for IT exemption (PAN NO AAALC0093M)-reg.


Central Office vide even no. circular dated 24.07.2019, had forwarded the Notification dated 20.06.2019 issued by the Central Board of Direct Taxes, Department of Revenue, Ministry of Finance, GOI, New Delhi stating that the Income of the Central Silk Board as listed in the notification vide Sl no (a) to (f) have been exempted from the Income Tax. The details are as follows:

(a) Grants/Funds received from the Centre/State/NGO or any other Statutory body by Central Silk Board;
(b) Compensation received on account of sale, disposal, auction or acquisition of moveable and immovable properties of Central Silk Board;
(c) Royalty or any other income received for the technologies patented and intellectual property rights owned by Central Silk Board;
(d) Penalties and Levies collected under Government Statutes;
(e) Fees/charges/receipt received on account of services rendered by Central Silk Board as per the provisions of the Central Silk Board Act,1948 (LXI 1948) as amend by the Central Silk Board (Amendment) Act, 2006 (42 of 2006) and the Central Silk Board Rules, 1955 as amended by the Central Silk Board (Amendment) rules, 2015;
(f) Interest earned on (a) to (e) above.

CSB units were requested to issue the copy of the said notification to the concerned and ensure that no TDS is deducted on the income/earning of the Central Silk Board w.e.f.01.04.2019 for a period of 5 years commencing from the Assessment years 2019-20 to 2023-24.

It is also brought to the notice of the CSB Units that the said exemption is subject to the conditions that CSB, Bangaluru.

(a) Shall not engage in any commercial activity.
(b) Activities and the nature of the specified income shall remain unchanged throughout the financial year.
(c) Shall file return of income in accordance with the provision of clause (g) of sub section (4C) of section 139 of the Income tax Act, 1961.

Hence, it once again reiterated that CSB units are to ensure that the conditions specified as stated in the notification dated 20.06.2019 is adhered scrupulously. In case any clarification on this issue, the Finance Division at Central Office, CSB may be contacted.

Yours faithfully,

[DR. NARENDAR REBELLY, IRS]
DIRECTOR [FINANCE]

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