



स. एफ-19/टी-100/2020-21

दिनांक: 03.03.2022

कर अनुभाग

CIRCULAR NO. 01/2022

Reference is drawn towards Circular No. 03/2021 dated 05.04.2021 vide which amendments in Income Tax Act vide Finance Act, 2021 was circulated. One of the amendments is related to insertion of proviso in Section 10(12) (mentioned at Sr. no.1 of Point-I – “Provisions relating to Income from Salary/House Property” in the Annexure “A” of above referred circular).

As per above amendment, interest income accrued during the previous year in the provident fund account of a person to the extent it relates to the amount or the aggregate of amounts of contribution made by that person exceeding two lakh and fifty thousand rupees (Rs. 2.5 lakh) in a previous year in that fund, on or after 01.04.2021, is to be included in total income and shall be computed in the prescribed manner.

In above context, Govt. of India vide Notification no. 95/2021 dated 31.08.2021 (copy enclosed) has inserted new rule 9D in Income Tax Rules, 1962 which prescribes the “Calculation of taxable interest relating to contribution in a provident fund or recognized provided fund” for the purpose of provisos of Section 10(12), the brief details of which are as under:-

- Taxable interest will be calculated on the Taxable contribution amount, which is to be included in the Total Income of the employee.
- For the purpose of calculation of taxable interest, separate accounts within the provident fund account need to be maintained during the previous year 2021-2022 and all subsequent previous years for taxable contribution and non-taxable contribution made by an employee.
- For the purpose of above point, Taxable contribution account shall be the aggregate of the following, namely:-
 - (i) contribution made by the employee in a previous year in the account during the previous year 2021-2022 and subsequent previous years, which is in excess of the threshold limit; and
 - (ii) interest accrued on (i),

as reduced by the withdrawal, if any, from such account;

In above reference following procedure needs to be followed regarding taxability of taxable interest:-

1. The Provisions of Section 194A are not applicable on FCI CPF Trust as such Trust would not be deducting tax at source on this taxable interest.

2. FCI CPF trust needs to intimate to members (employees/labourers) the Taxable interest so calculated on the Taxable contribution amount during each financial year starting from F.Y. 2021-22.
3. FCI CPF trust may advise that concerned employees/labourers shall include the "Taxable interest" as "Income from other sources" in their Total Income while filing Income Tax return.

This issues with the approval of Competent Authority.

संलग्न : यथोपरी।

03/03/2022
(वी. हरिविक्रमन)
महाप्रबंधक(वित्त)

वितरण:-

1. कार्यकारी निदेशक, भा.खा.नि., आंचलिक कार्यालय (उत्तर/दक्षिण/पूर्व/पश्चिम/उत्तर-पूर्व);
2. सभी महाप्रबंधक (क्षेत्र), भा.खा.नि./ उप महाप्रबंधक (क्षेत्र), मणिपुर;
3. सभी महाप्रबंधक (वित्त एवं लेखा) / उप महाप्रबंधक (वित्त एवं लेखा), भा.खा.नि., जेडओ / आरओ;
4. निदेशक (IFS), भा.खा.नि., खाद्य सुरक्षा संस्थान, गुरुग्राम;
5. सहायक महाप्रबंधक (बिल), भा.खा.नि., मुख्यालय, नई दिल्ली;
6. सभी मंडल प्रबंधक, भा.खा.नि., मंडल कार्यालय;
7. सभी कार्यकारी निदेशक, भा.खा.नि., मुख्यालय, नई दिल्ली;
8. महाप्रबंधक (CPF), भा.खा.नि., मुख्यालय, नई दिल्ली.... for necessary action please and it is also submitted that Draft operating procedure dated 21.01.2022 issued in this regard stands withdrawn.
9. महाप्रबंधक (एफएपी), भा.खा.नि., मुख्यालय, नई दिल्ली.... कृपया सूचनार्थ एवं आवश्यक कार्यवाही हेतु।
10. महाप्रबंधक (लेखा), भा.खा.नि., मुख्यालय, नई दिल्ली ;
11. पीएस से सीएमडी; भा.खा.नि., मुख्यालय, नई दिल्ली;
12. महाप्रबंधक (आईटी), भा.खा.नि., मुख्यालयएफसीआई वेबसाइट पर अपलोड करने के लिए।