



Chamber of Commerce and Industry

Dear Sir/Madam,

The following important announcements have been compiled by IMC's Direct Taxation Committee for your information.

As an endeavour, to keep our members updated on latest announcements and amendments being made by Income-tax Department and regarding upcoming important dates from direct-tax compliances perspective, we have compiled the information, for your ready reference:

1. Important dates for the month of July 2021:

Due date	Purpose	Period	Description
7th July	TDS /TCS Liability Deposit	June'21	Due date for deposit of Tax deducted/collected for the month of June, 2021.
	TDS Liability Deposit	Apr'21 – June'21	Due date for deposit of TDS, when Assessing Officer has permitted quarterly deposit of TDS under section 192, 194A, 194D or 194H
15th July	TDS Statement in case of Section 194IA, 194IB and 194-M	June'21	Due date for issue of TDS Certificate for tax deducted under Section 194IA, 194IBand 194-M of the Act
	Form No.15 CC	Apr'21 – June'21	Quarterly statement in respect of foreign remittances (to be furnished by authorized dealers) for the respective quarter
	TCS Deposit	Apr'21 – June'21	Quarterly statement of TCS deposited for the respective

			quarter
	Form No. 15G/15H	Apr'21 – June'21	Upload the declarations received from recipients in Form No. 15G/15H during the quarter ending June, 2021
	Form 3BB	June'21	Due date for furnishing statement by a stock exchange in respect of transactions in which client codes been modified after registering in the system.
	TDS Certificate	Financial Year 2020-2021	The due date for issue of certificate of TDS in respect tax deducted from the salary paid during the Financial Year
	Form No. 64 C	Previous Year 2020-2021	Statement to be furnished by Alternative Investment Fund (AIF) to units holders in respect of income distributed during the previous year.
30th July	TCS Certificate	Apr'21 – June'21	Quarterly TCS certificate in respect of tax collected by any person for the mentioned quarter
	Challan -cum-statement of TDS under section 194IA , 194IB , 194 M	June'21	Due date of furnishing of the statement in respect of Tax deducted in respect of sec 194IA , 194IB and 194 M
31 st July	Return of TDS	Apr'21 – June'21	Quarterly statement of TDS deposited for the quarter ending June 30, 2021.
	Return of TDS	Apr'21 – June'21	Quarterly return of non-deduction of tax at source by a banking company from interest on time deposit in respect of the quarter ending June 30, 2021
	Statement of scientific research		Statement by scientific research association, university, college or other association or Indian scientific research company as required by rules 5D, 5E and 5F (if due

			date of submission of return of income is July 31, 2021).
	Form No.9A		Application for exercising the option available under Explanation to section 11(1) to apply income of previous year in the next year or in future (if the assessee is required to submit return of income on or before July 31, 2021)
	Form No. 10		Statement in Form no. 10 to be furnished to accumulate income for future application under section 10(21) or 11(1) (if the assessee is required to submit return of income on or before July 31, 2021).
	Form No. 67	Previous Year 2020-21	Due date for claiming foreign tax credit, upload statement of foreign income offered for tax and of foreign tax deducted or paid on such income (If the assessee is required to submit return of income on or before July 31, 2021.)

2. Details of important circulars, notifications and press release issued during the month of June 2021:

1. NOTIFICATION G.S.R 395 (E), DATED 8-6-2021

The CBDT amended annexure to Forms 26Q, 27EQ & 27Q through Income-tax (17th Amendment) Rules, 2021. The Finance Act, 2020 and 2021 has amended sections 194A, 194, 196D and 194Q to provide for non-deduction/lower deduction of tax in view of notification issued by CBDT. The annexures have been amended to incorporate same.

2. NOTIFICATION S.O. 2246 (E), DATED 9-6-2021

The Central Board of Direct Taxes (CBDT) has notified 'Competition Commission of India' for the purposes of the section 10(46) of the Income-tax Act, 1961. Amount received by it in the form of Government grants, fee under the Competition Act, 2002 and interest income earned on these sum received shall be exempt from tax subject to fulfilment of prescribed conditions.

3. CIRCULAR F.NO.225/61/2021/ITA-II, DATED 10-6-2021

The CBDT issued guidelines for compulsory selection of returns for complete scrutiny during the Financial Year 2021-22. The circular contains the parameters for the compulsory selection, the exercise of selection of cases for compulsory scrutiny and service of notice u/s 143(2) of the Act will have to be completed by 30-6-2021.

4. NOTIFICATION S.O.2336 (E) , DATED 15-6-2021

The CBDT issued an amendment vide this notification, thereby adding the cost of inflation index for the purpose of calculation of capital gains for the Assessment Year 2022-23.

SI . No	Financial Year	Cost Inflation Index
2021	2021-22	317

5. CIRCULAR No. 11 of 2021, DATED 21-6-2021

The finance act 2021 inserted two new sections i.e. sec 206AB and sec 206CCA which would come into force from 1st July 2021. These sections mandate deduction or collection of tax at a rate twice the prescribed rate or 5%, whichever is higher. This is applicable where the person satisfies both these conditions:

- He has not filed the returns of income for both of the two assessment years relevant to the two previous years immediately before the previous year in which tax is required to be deducted or collected. Two previous years to be counted are required to be those whose return filing date under section 139(1) has expired.
- Aggregate of tax deducted and collected at source is INR 50,000 or more in each of these two previous years.

It can be seen that the tax deductor or the tax collector is required to satisfy himself whether the deductee or the collectee is a specified person leading to extra compliance burden. Therefore, to ease this compliance burden the CBDT will issue a new functionality "**Compliance Check for Sections 206AB & 206CCA**".

6. CIRCULAR No. 13 of 2021, DATED 30-6-2021

CBDT on 30th June, 2021, has issued a set of **guidelines in regards to the application of Section 194Q** and clarified on following issues:

- Applicability on transactions carried through various Exchanges
- Calculation of threshold for the FY. 2021-22

- Adjustment for GST & Purchase Return
- Can a Non- resident be buyer u/s 194Q?
- Whether tax is to be deducted when the seller is a person whose income is exempt?
- TDS on advance payment
- Applicability in the year of incorporation
- Applicability when turnover from business of buyer is ₹10 crore or less
- Cross application of Section 194Q, 194-O & 206C(1H)

We trust the same will be useful.

With regards,

Ajit Mangrulkar
Director General