

E-circular dt. July 17, 2010



Reminders Taxation dates

Income Tax Returns - Individuals

Income Tax Returns	Last Date
Individuals Income Tax Return for the year ending March 2010	31/07/2010

The Quick summary of Tax rates to be used for the (old year) AY 10-11

Topic 1

Income Tax Basic Exemption Limits was Hiked from 1.4.2009.

- a. This is the Basic amount of income, till which, you do not have to pay any tax. (This is the tax free limit). So, the AY 10-11 structure was .
- a. For normal people : Rs. 1,60,000
 - b. For women hiked to Rs 1,90,000
 - c. For Senior Citizens = Rs. 2,40,000

<u>Basic Rates</u>	<u>Rate</u>
Upto Rs. 1,60,000	Nil
Rs. 1.60 lac - Rs.3.00 lac	10%
Rs. 3.00 lac - Rs.5.00 lac	20%
Rs. 5.00 lac onwards	30%

Surcharge

Those with taxable income upto Rs. 10 lakh Nil
 Those with taxable income above Rs. 10 lakh Nil

Education Cess , incl SHE cess 3% for all.

And this is the Net taxable income , after all section 80 C deductions
 You can invest upto Rs. 1 lac into Section 80 C investments
 And the Mediclaim u/s. 80D has become 15000 Normal + 15000 for mediclaim of parents, if you are paying that.

Topic 2

Issue of TDS Certificates - (ex TDS Professional, TDS Contractor , TDS Rent , TDS Commission etc)

Task	Last Date
TDS Certificates for First Quarter (April to June 2010) <div style="text-align: center;">** NEW **</div> Earlier the TDS certificates used to be given usually once a year, now as per new rules, the TDS certificates for most of the TDS sections, except the TDS Salaries is to be issued. Last date is 15 days from the Last date of TDS return.	30/07/2010

How to give the TDS certificates ?

Traditional thought : Accounts dept makes them, gives to Purchase dept, and vendor comes , requests for TDS certificate, then, acknowledgement is taken, then it is given to the vendor. The problem in this is that many vendors are never able to get your TDS certificate.

New Age thought : Today the Government has gone digital. ROC work is today almost 100% digital. Income Tax returns for corporate business is 100% digital. Government has also allowed all of us to give "[digital TDS certificates](#)" to our vendors. So, why don't we use this facility
Just "digitally sign" the TDS certificate in [your TDS software](#) → like [Webtel](#), [Taxmann](#) etc
And mail the digital certificate to your vendor.
Make this easy for yourself and also your vendor

Couriering your TDS certificate :

It has been reported by some members that their customers have still not given them the TDS certificates for the previous year ending 31.3.2010

We at FSIA request and remind all members and all readers of this e-circular to take effective steps that no vendor is put to distress by non issue of TDS certificates.
The easiest thing is to courier all the TDS certificates, still with you, to the known address of the vendor

Note, even if one or two certificates get "lost in transit". You can still issue a duplicate one, later on.

In the larger interest of ease of work and benefit of all parties, it is recommended to make the system fool proof, and send the things by any speedpost / reputed courier immediately. (especially if you don't use the digitally signed TDS certificates)

Topic 3 : Dates

Events August 2010	Date
Service Tax and Excise for the month of July	05/08/2010
TDS/TCS for the month of July	07/08/2010
PF for the month of July	20/08/2010
Employee State Insurance for the month of July	21/08/2010

Event September 2010	Date
Service Tax for the month of August	05/09/2010
TDS/TCS for the month of August	07/09/2010
Advance income tax for Companies (Quarter II)	15/09/2010
Advance Income Tax for Non Corporate Assesseees	15/09/2010
Employee State Insurance for the month of August	21/09/2010
Return Of Income for Corporate Assesseees	30/09/2010
ROI for non-corporate Assesseees whose accounts are required to be audited under any law	30/09/2010

Event : October 2010	Date
Service Tax for the month of September	05/10/2010
TDS/TCS for the month of September	07/10/2010
Quarter II (ending 30/09/2010) - TDS/TCS	15/10/2010
Employee State Insurance for the month of September	21/10/2010
Service Tax Returns For The Half Year Ending On September	25/10/2010
TDS certificates for the Quarter 2	30/10/2010

TDS Certificate – New Format 16A

First Change = New TDS certificate Form 16A ?

See the *NEW* Form 16A attached.

Columns have changed

Focus is on TDS only

To be given Quarterly (((there will be no Annual certificate)))

Note : what to fill up in the CIT(TDS) slot

This is to be filled up with the name, address, and city of the Commissioner of Income Tax , TDS ward, of the jurisdiction, where you are assessed to , for the TDS matters.


Example 1 – TDS Ward, Faridabad, NH-4, Faridabad , 121001

Example 2 – TDS Ward17(1), New Delhi, Mayur Bhawan, Delhi, 110001

TDS Rates– New Chart from 1.6.2010

.FSIA News				
NEW TDS RATES FROM 01.6.2010				
Particulars			NEW TDS RATES% IF DEDUCTEE IS	
Section	Nature of Payment	CUT OFF AMOUNT	INDIVIDUAL and HUF	OTHER
194C	Payment to any contractor	Rs.30,000/- per contract or Rs. 75,000/- p.a	1.00	2.00
194C	transport contractors engaged in the business of plying, hiring or leasing goods carriages.		Nil *	
194H	Commission or Brokerage	Rs. 5,000/- p.a	10.00	
194I	Rent other than Plant, Mach.& Eqp.	Rs. 1,80,000/- p.a	10.00	
194I	Rent of Plant , Machinery & Equipments	Rs. 1,80,000/- p.a	2.00	
194J	Professional Charges	Rs.30,000/-p.a	10.00	
<p>For Payments to Transporters only</p> <ul style="list-style-type: none"> The nil rate will be applicable if the transporter quotes his PAN. The rate of TDS will be 20 per cent in all cases, if PAN is not quoted by the deductee w.e.f. 1.04.2010 				
<ul style="list-style-type: none"> No surcharge and No cess to be added for the TDS rate → some people are still making excessive TDS deduction. Pls don't do that. It is not required. 				

For queries, suggestions and feedback , you can e-mail us at :

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Notes & disclaimer

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Website Links to Finsys ERP Manuals : 2010 of Chain of activities

1	Finsys Chain 1 Demo for Customer PO, schedule	4.2 mb
2	Finsys Chain 2 Demo for MRP based on Sales Schedule	1.8 mb
3	Finsys Chain 3 PR	3.2 mb
4	Finsys Chain 4 PO , PO approval	2.9 mb
5	Finsys Chain 5 Gate entry, GRN	1.8 mb
6	Finsys Chain 6 quality +store issue	2.7 mb
7	Finsys Chain 7 sales order,invoice	2.7 mb
8	Finsys Chain 8 - marketing reports	1.3 mb
9	13 Sales order and invoice inter unit	3.2 mb
10	14 Sales inter unit of Raw Material	1.8 mb
11	15 Production ---- across many stages	2.5 mb
12	16 Quality ---- Final stages	1.3 mb
13	Full Purchase cycle in 44 pages from Purchase Indent, to PO, to MRR to QC, to Purchase Voucher and then its Purchase Return Invoice <click here>	8.8 mb
14	19 Sales Return Cycle 24 slides chain	4.8 mb
15	Mini Purchase Return invoice only 5 page file < click here>	0.9 mb