
NEWSLETTER FOR THE MONTH OF JUNE 2010

Important updates in MVAT and CST

1. Circular No. 19T of 2010 dated June 23, 2010: Dealers are required to file VAT returns for financial year 2010-11 as per the periodicity mentioned on the website www.mahavat.gov.in. If there is any discrepancy in the periodicity calculated by dealer, he should contact Joint-Commr of Sales-tax (VAT Admin) on or before 9th July, 2010.
2. Circular No. 20T of 2010 dated June 30, 2010: This circular is relating to dealers covered under the 1993 Package Scheme of Incentives. Internal Circular No 8A of 2009 dated March 31, 2009 is withdrawn and applicability of Supreme Court Judgement in the case of Pee Vee Textiles explained for the BST assessment periods up to March 31, 2005.

Important updates in Profession tax Act

1. Now PTEC numbers in old format are not allowed. New numbers on the lines of VAT regn have been released by department. Old numbers in 14 digit format need to be punched on the www.mahavat.gov.in in know your TIN link to get the new number. If payment is made in old no, then one has to contact profession tax office for proper regularization. An example for conversion of old PTEC no into new number is as below:

PTEC No: 4/1/3/8/1234:

This number to be punched as (without spaces): 4 10 300 08 001234

2. Similarly, Now PTRC numbers in old format are not allowed. New numbers on the lines of VAT regn have been released by department. Old numbers in their old format need to be punched on the www.mahavat.gov.in in know your TIN link to get the new number. If payment is made in old no, then one has to contact profession tax office for proper regularization. An example for conversion of old PTRC no into new number is as below:

PTEC No: 4/1/3/1234:

This number to be punched as: 4/1/3/1234

The above amendments in profession tax numbers have been brought for facilitation of e-payments and e-filing of returns.

Important updates in Income-tax Act

1. Notification No.43/2010/F No. 200/33/2009-ITA-I, dated June 11, 2010
Hitherto, out of the gratuity received by an employee, maximum amount that was exempt from income tax u/s 10(10)(iii) was Rs 3.50 lacs. Now, this maximum limit has been raised to Rs 10 lacs. Other calculations remain the same. This amendment is applicable in relation to employees who retire or become incapacitated prior to such retirement or die on or after May 24, 2010 or whose employment is terminated or after this date.



Disclaimer:

All efforts have been made to ensure completeness of data. However, readers are advised to confirm from their own sources also. Further, interpretations given above are our personal opinions at M/s Umesh Agrawal and Associates. We are not responsible for any loss arising due to the above information.

