F.No: CSEZ-CSZA0F(18)/1/2022-SEZ Cochin /144

COCHIN SPECIAL ECONOMIC ZONE AUTHORITY (CSEZA)
MINISTRY OF COMMERCE & INDUSTRY
GOVERNMENT OF INDIA,
KAKKANAD, COCHIN - 682 037.

12-01-2022

# CIRCULAR

Sub: Implementation of new Section 194Q/206AB/206CCA of Income Tax Act, 1961 – reg.

As per the new provisions under Section 194Q/ 206AB/ 206CCA of Income Tax Act, 1961 for deducting TDS on purchase, the purchaser, if he comes under the criteria specified, is liable to collect 0.1% of the amount due as TDS with effect from 01.07.2021. If you are effecting any payments to CSEZA after deducting the TDS, the deposit may be made against the PAN of CSEZA (AAAGC0695L) and you may also ensure that Form 16A is sent to the Office of the Chairman, CSEZ Authority alongwith a statement containing Invoice/Consumer No. against which such amounts are deducted.

You are advised to comply with the provisions of the IT Act, 1961 and to submit a declaration in the attached proforma. A declaration of CSEZA is also attached herewith for information. This is issued with the approval of the Development Commissioner and ex-officio Chairman, CSEZ Authority.

Secretary(I/C), CSEZA

Encl: As above.

To

All Units/Licensees

**Declaration regarding filing of Income Tax Returns for past years (for implementing Section 206AB) and for TDS under Section 194Q of the Income Tax Act, 1961**

Finance Act 2021 has introduced new provision w.e.f. 01/07/2021 vide Section 194Q/206AB/206CCA under Income Tax Act 1961 for deducting TDS on purchases and for deduction/collection of TDS/TCS at higher rates for non-filing of income tax returns.

In this regard, We, Cochin Special Economic Zone Authority, having PAN AAAGC0659L hereby declare that:

1. We have duly filed our Income Tax Return for the Assessment Years 2019-20 and 2020-21 corresponding to the previous years 2018-19 and 2019-20 respectively, and TDS/TCS should not be deducted at higher rate. The Acknowledgement Number for filing Income Tax Return is as follows:

| Sl. No. | Financial Year | Assessment Year | Acknowledgement Number |
|---|---|---|---|
| 1 | 2018-19 | 2019-20 | 557445521170920 |
| 2 | 2019-20 | 2020-21 | 245833731080221 |

2. Section 194Q is applicable on monthly bills towards electricity and water charges. Thus, the buyers of electricity and water may deduct TDS @0.10% on the amount exceeding Rs.50.00 lakhs during the year.
3. In case the buyers of electricity and water are not deducting TDS u/s 194Q, though liable to deduct, CSEZ Authority will be collecting TCS @ 0.10% u/s. 206C(1H) of Income Tax Act from them, on the amount exceeding Rs.50 lakhs during the year along with interest.
4. The deductor has to deposit the TDS against our **PAN: AAAGC0659L** and ensure that Form 16A is sent to us as prescribed by the Income Tax Act.
5. The ITR Acknowledgements indicating the filing of returns for FY 2020-21 or subsequent Financial Years shall be submitted after filing the same within the time allowed under Section 139(1) of Income Tax Act, 1961.
6. The declaration is provided only for the purpose of ensuring compliance of provisions of Section 194Q, Section 206AB and Section 206C(1H) of the Income Tax Act, 1961.
7. Further, we hereby declare that what is stated above is true to the best of out knowledge and belief. If there is any tax liability, interest or penal impositions upon you or your organization on account of this declaration, we undertake to fully indemnify you/your organization for the same.

COCHIN SPECIAL ECONOMIC ZONE AUTHORITY COCHIN-37

For CSEZ Authority

Secretary (I/C)

**Declaration letter format (In your organization's letter head)**

Date:

To

The Chairman,
CSEZ Authority,
Kakkanad, Cochin – 682 037.

**Sub: Declaration for TDS / TCS on purchase / sale of goods**

Please find below the following information at your request.

| S No | Particulars | Responses |
|---|---|---|
| 1 | Permanent Account Number (PAN), if available, otherwise mention reasons | |
| 2 | Tax Deduction Account Number (TAN), if available. | |
| 3 | Have you filed Income tax return for FY 2018-19 and FY 2019-20 | Yes or No |
| 4 | Acknowledgement number of Tax returns along with date of filing the returns for both years | FY 2018-19:<br><br>FY 2019-20: |
| 5 | Whether TDS/TCS is greater than Rs 50,000 for FY 2018-19 | Yes or No |
| 6 | Whether TDS/TCS is greater than Rs 50,000 for FY 2019-20 | Yes or No |
| 7 | Turnover of the company for the FY 2020-21 for the purpose of deduction of TDS/TCS ( Rs. in Crores) | |
| 8 | Contact details like name/email and mobile number of the person filing the above information | Name:<br>Mobile:<br>Email: |
| 9 | Understanding of tax implications | Yes or No |

I hereby agree that the details mentioned above are true to my knowledge and I agree to the tax implications mentioned above.

Further, I agree that any details mentioned in the above declaration are found to be incorrect or any liability accruing to the CSEZA on account of false declaration, shall be reimbursed to the CSEZA along with applicable interest and penalties from us.

Thanking You,

**For (Name of your Organization)**

**Authorised Signatory**