



CENTRAL WAREHOUSING CORPORATION
(A GOVT. OF INDIA UNDERTAKING)



No. CWC/FD-Taxation/ITC/11-12

17th August 2011

IT Circular # 16

Subject = Taxability of Employees in the year of Superannuation.

As you may be aware, the Govt. of India has, through the Finance Act, 2011, reduced the Age for the Senior Citizenship from 65 Years to 60 Years, besides increasing the Threshold Exemption Limit for them for the purpose of computing their Income Tax Liability from Rs. 240000/= to Rs. 250000/= for the Financial Year 2011-2012.

Consequently, the Employees of the Corporation, who are due for Retirement on attaining the Age of Superannuation during 2011-2012 onwards become Senior Citizens on their 60th Birthday, which would invariably precede or coincide with their Date of Retirement, thereby meaning that all such Employees would be entitled to the Threshold Exemption of Rs. 2.50 Lakh for computing their Income Tax Liability.

All the Drawing & Disbursing Officers of the Corporation are, therefore, advised to treat the Employees due for Retirement on attaining the Age of Superannuation during the Financial Year 2011-2012 as Senior Citizens and grant them Relief of Rs. 2.50 Lakh as the Basic Exemption for the purpose of computing their Income Tax Liability for the Financial Year 2011-2012.

Receipt of this Circular may be acknowledged and its Contents brought to the Notice of all Concerned for Scrupulous Compliance.


(Sushil Jain)
AGM (Finance)

Distribution:

1. All the Regional Managers of the Central Warehousing Corporation.
2. All the Executive Engineers in-charge of various Construction Cells of the Central Warehousing Corporation.
3. All the AGMs/Managers/ (Sr.) Asstt. Managers (Accts.) in-charge of Finance & Accounts Wings of all the Regional Offices & Construction Cells of Central Warehousing Corporation.
4. All the AGMs/Managers/(Sr.) Asstt. Managers (Accts.) at CWC, Corporate Office.
5. All the Managers/ (Sr.) Asstt. Managers (Accts.) in-charge of Internal Audit Wings at all the Regional Offices of Central Warehousing Corporation.

Copy for information to:

1. All HoDs at CWC, Corporate Office.
2. PS to MD, CWC, Corporate Office.
3. PS to Director (Fin)/Director (Per)/Director (MCP), CWC, Corporate Office.
4. SPA to CVO/OSD (Recovery)/GM (F&A), CWC, Corporate Office.

Corporate Office: Warehousing Bhawan, 4/1, Siri Institutional Area, August Kranti Marg, Hauz Khas, New Delhi-110016 Telefax No. 26512788 Email ID: sushiljain.cwhc@nic.in