

TAX FLASH NEWS

7 April 2020



CBDT issues directions relating to lower or nil TDS/TCS certificates for FY 2019-20

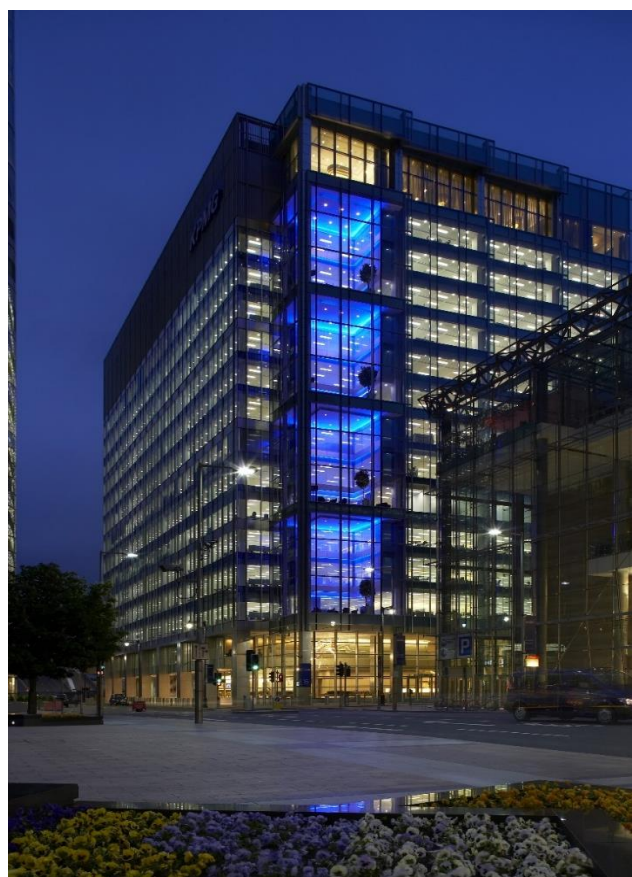
Due to outbreak of pandemic COVID-19 virus, there is severe disruption in the normal working of the income-tax department. In such a scenario the applications¹ filed for lower or nil deduction/collection of tax for Financial Year (FY) 2019-20 may not be attended in a timely manner by the TDS officers (TDS officers). This may cause hardship to the payees and the buyers/licensees/lessees who have raised their invoice in FY 2019-20 but have not received the payment for the same till date.

Recently, the Central Board of Direct Taxes (CBDT) has issued an order² giving the following directions:

- Where the taxpayers have timely filed an application for lower or nil deduction/collection of tax on the TRACES Portal for FY 2019-20 and such applications are pending for disposal as on date:
 - The applicant shall intimate, vide an email to the concerned TDS officer, the pendency of such applications for FY 2019-20 along with required documents and evidences of filing their application in TRACES portal.
- The TDS officer shall dispose of the applications by 27 April 2020 and communicate to the applicant regarding the issuance/rejection of certificate vide email. The certificate issued shall be applicable for the amount credited/debited during the FY 2019-20 after the date of making the application under the relevant provisions³ but remained unpaid or not received till the date of issuance of certificate by the TDS officer.

Our comments

The timely clarification by the CBDT for issue of nil or lower TDS/TCS certificates for FY 2019-20 will provide relief to taxpayers in the volatile situation caused due to the COVID-19 and consequent lockdown.



¹ Under Section 195, 197 or 206C(9) of the Income-tax Act

² CBDT Order No. [F. No. 275/25/2020-IT(B)], dated 3 April 2020

³ Under Section 195, 197 or 206C(9) of the Act

home.kpmg/in/socialmedia

Ahmedabad

Commerce House V, 9th Floor,
902, Near Vodafone House, Corporate
Road,
Pralhad Nagar,
Ahmedabad – 380 051.
Tel: +91 79 4040 2200

Bengaluru

Embassy Golf Links Business Park,
Pebble Beach, 'B' Block,
1st & 2nd Floor,
Off Intermediate Ring Road, Bengaluru –
560071
Tel: +91 80 6833 5000

Chandigarh

SCO 22-23 (1st Floor),
Sector 8C, Madhya Marg,
Chandigarh – 160 009.
Tel: +91 172 664 4000

Chennai

KRM Towers, Ground Floor,
1, 2 & 3 Floor, Harrington Road,
Chetpet, Chennai – 600 031.
Tel: +91 44 3914 5000

Gurugram

Building No.10, 8th Floor,
DLF Cyber City, Phase II,
Gurugram, Haryana – 122 002.
Tel: +91 124 307 4000

Hyderabad

Salarpuria Knowledge City,
6th Floor, Unit 3, Phase III,
Sy No. 83/1, Plot No 2,
Serilingampally Mandal,
Ranga Reddy District,
Hyderabad – 500 081.
Tel: +91 40 6111 6000

Jaipur

Regus Radiant Centre Pvt Ltd.,
Level 6, Jaipur Centre Mall,
B2 By pass Tonk Road,
Jaipur – 302 018.
Tel: +91 141 - 7103224

Kochi

Syama Business Centre,
3rd Floor, NH By Pass Road,
Vytilla, Kochi – 682 019.
Tel: +91 484 302 5600

Kolkata

Unit No. 604,
6th Floor, Tower – 1,
Godrej Waterside,
Sector – V, Salt Lake,
Kolkata – 700 091.
Tel: +91 33 4403 4000

Mumbai

1st Floor, Lodha Excelus,
Apollo Mills,
N. M. Joshi Marg,
Mahalaxmi,
Mumbai – 400 011.
Tel: +91 22 3989 6000

Noida

Unit No. 501, 5th Floor,
Advant Navis Business Park,
Tower-A, Plot# 7, Sector 142,
Expressway Noida,
Gautam Budh Nagar,
Noida – 201 305.
Tel: +91 0120 386 8000

Pune

9th floor, Business Plaza,
Westin Hotel Campus, 36/3-B,
Koregaon Park Annex,
Mundhwa Road, Ghorpadi,
Pune – 411 001.
Tel: +91 20 6747 7000

Vadodara

Ocean Building, 303, 3rd Floor,
Beside Center Square Mall,
Opp. Vadodara Central Mall,
Dr. Vikram Sarabhai Marg,
Vadodara – 390 023.
Tel: +91 265 619 4200

Vijayawada

Door No. 54-15-18E,
Sai Odyssey,
Gurunanak Nagar Road, NH 5,
Opp. Executive Club, Vijayawada,
Krishna District,
Andhra Pradesh – 520 008.
Tel: +91 0866 669 1000

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2020 KPMG, an Indian Registered Partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved.

The KPMG name and logo are registered trademarks or trademarks of KPMG International.

This document is meant for e-communication only