

On the letterhead of the individual / firm/ plain paper, provided it is sent via the registered email ID

Declaration about the Income Tax Return filings for the financial years 2018-19, 2019-20 and 2020-21

Section 194N of the Income Tax Act, 1961 (which casts a liability on the bank to deduct taxes at source at the rate of 2% in case of cash payments exceeding INR 1 crore made during the previous year) was amended vide Finance Act 2020.

The amended provisions require every banking company, to whom the Banking Regulation Act, 1949 applies, to deduct taxes at source at the rate of 2% on payment of any sum, in cash exceeding INR 1 crore.

The amended provisions also require that in case the recipient has not filed its return of income for all the three assessment years relevant to the three previous years, for which the time limit of filing return of income has expired*, immediately preceding the previous year in which the payment of the sum is made to him/ her, the taxes required to be deducted by the bank shall be:

- (i) 2% where the amount or aggregate of amounts being withdrawn in cash is between INR 20 lakh and INR 1 crore; and
- (ii) 5% where the amount or aggregate of amounts being withdrawn in cash exceeds INR 1 crore

The tax will be deducted on the amount of cash withdrawal made during financial year 2022-23 in excess of the applicable limits.

I have read and understood the above guidelines issued by the Income tax department.

I hereby confirm that *(Please tick as applicable)*

I am / are holding banking relationship with IDFC FIRST Bank in the name <name of entity>, having UCIC <mention UCIC number> and PAN <mention PAN of the entity>

I have (where statutorily liable) filed the return of income for all the previous years / financial years 2018-19, 2019-20 and 2020-21 for which I was liable to furnish return of income as per section 139(1) of the Income-tax Act, 1961*.

Or

I have **not** (where statutorily liable) filed the return of income for some or all the previous years' / financial years 2018-19, 2019-20 and 2020-21 for which I was liable to furnish return of income as per section 139(1) of the Income-tax Act, 1961*.

Or

I was not liable to file the return of income for the previous years / financial years 2018-19, 2019-20 and 2020-21.

Should there be any change in the above information provided, will advise the IDFC FIRST Bank promptly. Also, I will promptly provide the relevant documents in support of the above declaration, if required.

Name of Primary Account holder/ Proprietor:

Signature of Primary Account holder/ Proprietor:

Place:

Date:

*Belated return of income shall **not** be considered as return of income filed as per section 139(1) of Income-tax Act, 1961