

Bharat Sanchar Nigam Ltd.
Taxation Section
11th Floor, Statesman House
B-148, Barakamba Road, New Delhi-110001

L.No.1001-06/2006/Taxation/BSNL/SAL-PERQ /553 dated 17-5-2007

To

All Heads of Telecom Circles / Metro Districts / Maintenance Regions
/Project Circles /Task Force / Data Network /NCES /ALTTC /BRBRAITT/
NATFM/Q&A /T&D/Telecom Stores/Telecom Factories/CPAO(ITI Bills)/TCO
Kolkata/IT Circle Pune/ADG (R&P) Corporate Office

Sub: Applicability of Income Tax on the Perks granted to the Executive
employees in BSNL.

A few Circles/Units have sought clarification about the applicability of
Income Tax on the following perks granted vide this office letter No. 15-
B/2006-PAT (BSNL) dated 23-8-2006.

1. Professional Upgradation Allowance
2. Transport Allowance
3. Entertainment Allowance
4. Furnishing Allowance.

This is to clarify that Professional Upgradation Allowance, Transport
Allowance in excess of Rs.800/-p.m., Entertainment Allowance and Furnishing
Allowance are subject to Income Tax.


(Arundati Panda)
DDG (Taxation)

Copy to:

1. IFAs of all the Units/ Circles mentioned above.
 2. All Sr. DDGs/DDGs in BSNL C.O.
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