

APRIL 2024

# NEWSLETTER

## TAX

- Income Tax
- Goods and Services Tax



## Lovi Mehrotra & Associates

Chartered Accountants

21-22 IInd Floor Krishna Nagar Safdarjung Enclave  
New Delhi 110029

Website : [www.lma.co.in](http://www.lma.co.in) • Email : [a.kumar@lma.co.in](mailto:a.kumar@lma.co.in)

## **Income Tax**

### **1. Extension of due date for filing of Form No. 10A and Form 10AB under the Income-tax Act.**

CBDT  
Circular No. 7/2024 dated 25.04.2024

Vide this circular, CBDT has extended due date for filing Form 10A/10AB for charitable and religious trusts with tax authorities till 30th June 2024.

- Form 10 A is used at the time of registration or approval of a trust or institution for the first time and Form 10AB is used for subsequent renewals.
- The tax department had earlier extended the due date for filing Form 10A/ Form 10AB till September 30, 2023.
- CBDT has received representations requesting for further extension of due date for filing of such forms. Now, with a view to avoid genuine hardships to taxpayers, CBDT has extended the due date of filing Form 10A/Form 10AB up to June 30, 2024.
- CBDT has further clarified that if any such existing trust, institution or fund had failed to file Form 10A for AY 2022-23 within the extended due date, and subsequently, applied for provisional registration as a new entity and received Form 10AC, can also now avail this opportunity to surrender the said Form 10AC and apply for registration for AY 2022-23 as an existing trust, institution or fund, in Form 10A till June 30, 2024.
- It is also clarified that those trusts, institutions or funds whose applications for re-registration were rejected solely on the grounds of late filing or filing under wrong section code, may also submit fresh application in Form 10AB within the aforesaid extended deadline of 30th June, 2024.

### **Circular No.07**

### **2. Partial modification of Circular No.3 of 2023 dated 28.03.2023 regarding consequences of PAN becoming inoperative as per rule 114AAA of the Income Tax Rules.**

CBDT  
Circular No. 6/2024 dated 23.04.2024

Vide this circular, CBDT has waived off TDS/TCS Deductor liability to deduct/collect tax at Higher rates if Payee links PAN-Aadhaar by May 31, 2024

- CBDT vide circular no. 03/2023 had specified that if a person failed to link his Aadhar with the PAN up to 30<sup>th</sup> June 2023, then PAN of the concerned person will become inoperative.
- One of the consequences of PAN being inoperative was that from 1<sup>st</sup> July 2023, the TDS/TCS of such persons will be deducted at higher rates as if no PAN is available.
- Several grievances have been received from the taxpayers that they are in receipt of notices intimating that they have committed default of 'short deduction/collection' of TDS/TCS while carrying out the transactions where the PANs of the deductees/collectees were inoperative. In such cases, as the deduction/collection has not been made at a higher rate, demands have been raised by the Department against the deductors/collectors while processing of TDS/TCS statements.
- Now, to address the grievances, Board has specified that for the transactions entered into up to 31.03.2024 and in cases where the PAN becomes operative (as a result of linkage with Aadhaar) on or before 31.05.2024, there shall be no liability on the deductor/collector to deduct/collect tax at higher rate.

[Circular No.06](#)

**Goods and Service Tax**

**1. Extension of applicability of new procedure of registration and return filing for PAN Masala and Tobacco manufacturers.**

CBIC  
Notification No. 08/2024 dated 10.04.2024

- Vide notification No. 04/2024 dated 05<sup>th</sup> Jan, 2024, CBIC has specified new procedure of registration and return filing for PAN Masala and Tobacco manufacturers.
- This new procedure was made applicable from 1<sup>st</sup> April 2024.
- CBIC has now extended the applicability of the new procedure from 15<sup>th</sup> May 2024.

[Notification No.08](#)

**Disclaimer:**

This is not a complete listing of all circulars/notifications issued during the month.  
Instead, it is only a listing of some of the circulars/notifications that we considered important



**Lovi Mehrotra & Associates**

**Chartered Accountants**

**21-22 IInd Floor Krishna Nagar Safdarjung Enclave  
New Delhi 110029**

**Website : [www.lma.co.in](http://www.lma.co.in) • Email : [a.kumar@lma.co.in](mailto:a.kumar@lma.co.in)**