

Declaration by employee to opt new tax regime under section 115BAC of the Act

To,
The HR Department.

<Name & address of company>

Sub-Declaration for opting new tax regime under section 115BAC of the IT Act for tax deduction from salary vide section 192 of the IT Act for the Financial Year 2020-2021.

I, the undersigned, Mr. _____ S/o/ (D/o) Shri _____
Aged _____ (years), residing at _____
hereby declare the following in compliance of circular CI of 2020 bearing F.No. 370142/13/2020-TPL dated April 13, 2020 issued by CBDT in relation to new tax regime under section 115BAC of the IT Act for tax deduction from my salary in accordance with provisions of section 192 of the IT Act-

1. I am eligible to opt for new taxation regime prescribed under Section 115BAC of the Income-tax Act, 1961 (Alternate Tax Regime).
2. Tax deduction at source (TDS) u/s 192 of the Act on salary earned by me for Financial Year 2020-21 relevant to Assessment Year 2021-22 shall be determined in accordance with new tax regime as per provisions of section 115BAC of the IT Act.
3. I have fully understood that following deductions / exemptions shall not be allowed from my salary income while deducting tax at source (TDS) under new tax regime-
 - i. Standard deduction of Rs. 50000/ under section 16(ia) of the IT Act, 1961.
 - ii. House rent allowance (HRA) under section 10(13A) of the IT Act, 1961.
 - iii. Leave Travel Concession (LTA) under section 10(5) of the IT Act, 1961.
 - iv. Official and personal allowances under section 10(14) read with rule 2BB of IT Rules (such as children education allowance, hostel allowance) (except specified allowances like Transport Allowance, Conveyance Allowance and Tour Allowance)
 - v. Without any exemption or deduction for allowances or perquisite, by whatever name called, provided under any other law for the time being in force.
 - vi. Free food and beverages provided through meal vouchers.
 - vii. Interest on borrowed capital for purchase or construction of self -occupied house under section 24(b) of the IT Act, 1961.
 - viii. Investments based deductions (such as PF/PPF/LIC/ repayment of principal of housing loan. etc) under section 80C of the IT Act, 1961
 - ix. Contribution to certain pension funds under section 80CCC of the IT Act.
 - x. Contribution to National Pension Scheme (NPS) under section 80CCD (1) & 80CCD(1B) [except 80CCD (2) being employer's contribution to NPS].
 - xi. Medical Expenditure / Medclaim Insurance Premium etc under section 80D of the IT Act, 1961.
 - xii. Deduction in respect of maintenance including medical treatment of a dependent who is a person with disability under section 80DD of the IT Act.
 - xiii. Deduction in respect of medical treatment, etc. under section 80DDB of the IT Act.
 - xiv. Interest on educational loan under section 80E- of the IT Act, 1961.
 - xv. Housing Loan Interest deduction under section 80EE / 80EEA of the IT Act, 1961.
 - xvi. Donations made under section 80G of the IT Act, 1961.
 - xvii. Deduction of rent paid, where HRA is not received, under section 80GG of the IT Act, 1961.
 - xviii. Deduction in respect of certain donations for scientific research or rural development under section 80GGA of the IT Act.
 - xix. Deduction in respect of contributions given to political parties' under section 80GGC of the IT Act.

4. I acknowledge that the option selected by me above is binding on me for Financial Year 2020-21 and cannot be reversed or modified at any time during the Financial Year 2020-21.
5. I further declare that the decision to opt for a particular tax regime in para 2 above has been made by me by own free will, without advice/guidance/influence of any kind and of whatsoever nature by <name of Company> and that I shall not hold <name of Company> liable for any consequence that may arise on account of selection of the option selected by me in para 2 above.

In view of above, I hereby authorized you to deduct tax (TDS) from my salary income under new tax regime vide section 115BAC of the IT Act read with section 192 of the IT Act.

Thanking You,

Your's Sincerely,

(Signature)

Name :-

PAN :-

Aadhar :-