

NOTICE TO CUSTOMERS

Central Board of Direct Taxes has issued certain guidelines for the purpose of removal of difficulties as per sub-section (3) of Section 194Q of the Income Tax Act, 1961 by way of a Circular bearing No. 20/2021 on 25.11.2021. As per Para 5.3 of the said Circular prescribed that the TDS shall be required to be deducted u/s 194Q on the transactions involving goods specified in sub-section (1) of Section 206C but TCS is not collected on account of furnishing of declarations by the buyer to the seller in order to avail exemption granted by sub-section (1A) of Section 206C. Accordingly, TDS will be required to be deducted by the specified buyers from the date of issuance of the said Circular, as per requirements of sub-section (1) of Section 194Q on purchases of Lignite from Gujarat Mineral Development Corporation Limited ("GMDC") against declarations made u/s 206C(1A) unless and until the declarations are withdrawn. In order to ensure smooth compliance, it is decided by GMDC that the buyers shall be required to make full payments to GMDC at the time of placement of DO whereas the amount of **TDS will be separately reimbursed by the GMDC for purchases made on or after 25/11/21 to 31/12/21** to the buyer upon production of Form 16A duly generated through TRACES.

For, Gujarat Mineral Development Corporation Limited

Email : Sales@gmdcltd.com

Place : Ahmedabad

Date : 18/12/21

Any assistance required for the above purpose you are requested to contact GMDC Account Department on 079-27913200.

-: NOTE :-

PLEASE MENTIONED **CUSTOMER ID** WHILE SUBMITTING DOCUMENTS FOR **REIMBURSEMENT**