

CIRCULAR

The Government of India in order to ensure payments are made through electronic mode has brought about amendments in the Income Tax Act 1961. The Income Tax department through a recent circular has made it mandatory to provide electronic mode of payment facility for specified companies w.e.f 1st Feb'2020. Since our Company falls within the purview of the said circular we also need to comply the same with immediate effect.

Copy of the Circular received from the Income Tax Department is given below:

The government has prescribed certain modes of payment for any business establishment and every type of entity whose total sales, turnover or gross receipts from business exceeds Rs 50 crore during the immediately preceding previous year. The Finance (No. 2) Act, 2019 introduced a new provision Section 269SU and subsequently notified Rule 119AA prescribing the modes of acceptance of payment.

The Central Board of Direct Taxes (CBDT) has notified the prescribed modes of payment for the purpose of section 269SU:

- a. Debit Card powered by RuPay
- b. Unified Payments Interface (UPI) (BHIM-UPI)
- c. Unified Payments Interface Quick Response Code (UPI QR Code) (BHIM-UPI QR Code)

With this back-ground in mind we have made necessary arrangements to comply at all our payment locations across the company with the support of our Banks by installing POS machines (i.e Debit cards& Credit cards), Unified payment interface & Bharat QR codes for payment. Further information, please reach out to jersey@creamlinedairy.com.