**NOTICE U/S 154/155 OF THE INCOME TAX ACT,1961**

No. ITO/W-3/Amb/

Office of the

Income tax Officer,

Ward -3,Ambala,

Dated:

To,

The Party Name,

Party Address,

Sub: Notice u/s 154/155 of the I.T. Act, 1961 –A. year 2008-09 Regarding.

D/Sir,

The order under section 143(3) for the assessment year 2008-09 in your case passed on 27.10.2011 require to be amended as there is a mistake apparent from the recorded with in the meaning of section 154/155 of the I.T.Act,1961. The rectification of mistake as per detail given below will have the effect of enhancing the assessment/reducing the refund/increasing your liability and therefore, if you wish to be heard in this connection, you are requested to appear in person or by an authorized representative in my office at Aayakar Bhawan, B.C Bazar, Ambala Cantt. On 14.03.2012 at 11.30 am. If however, you intend in sending a written reply to this notice and not to wish to be heard in person, you are requested to ensure that your reply reaches me on or before the date mentioned in the letter.

You have paid interest of Rs:5,69,205/- as under:-

1. Interest paid on Truck Loan of Rs:3,47,427/-
2. Interest paid on Car Loan of Rs:61,434/-
3. Interest paid on O.D Limit of Rs:1,60,344/-

On the other hand. no interest was charged from the following parties to whom advances of Rs:7,33,011/- are given:

1. M/s …………………………………… Of Rs:1,00,000/-
2. M/s ……………………………………. OF Rs:1,11,353/-
3. M/s ……………………………………. OF Rs:4,22,970/-
4. M/s ……………………………………. OF Rs: 98,688/-

   Hence Interest @ 12% per annum needs to be added in the income of the assessee and reliance is placed on the decision of Hon'ble Punjab & Haryana High Court in the case of M/s Abhishek Industries Vs. CIT. Hence Interest of Rs: 7,33,011/- @ 12% amounting to Rs: 87,961/- needs to be added in the income.

   You are requested to explain and intimate as to why interest of Rs:87,961/- should not be added in your taxable income.

Your Faithfully,

……………………..
Income Tax Officer,
Ward-3, Ambala