Pradhan Mantri Garib Kalyan Deposit Scheme (PMGKDS), 2016

1. As per sec 199(C) of finance act, 2016 in respect of TAXATION AND INVESTMENT REGIME FOR PRADHAN MANTRI GARIB KALYAN YOJANA RULES, 2016, declaration shall be made to the principal Commissioner in Form 1.

2. A person shall make a declaration from 17th December 2016 to 31st March, 2017.

3. If any person discover any omission or any wrong statement therein, then he may furnished a revised declaration before the 31st March, 2017

4. The Principal Commissioner or the Commissioner, as the case may be, shall issue a certificate in Form-2 to the declarant **within thirty days** from the end of the month in which a valid declaration under sub-section (1) of section 199C has been furnished.

5. Tax on undisclosed income is 30% & surcharge on it 33%.

6. Penalty also levied on it 10% on such undisclosed income.

7. Example:

Undisclosed income	100
Tax @ 30%	30
Surcharge@33%	10
Penalty @10%	10
Total tax, surcharge and penalty payable	**50**

8. The deposit under this Scheme shall be made by any person who intends to declare undisclosed income under **sub-section (1) of section 199C** of the Taxation and Investment Regime for Pradhan Mantri Garib Kalyan Yojana, 2016.

9. The deposits shall be made in multiples of rupees one hundred.

10. The entire deposit to be made under sub-section (1) of section 199F under this Scheme shall be made, in a **single payment, before filing declaration** under sub-section (1) of section 199C.

Pradhan Mantri Garib Kalyan Deposit Scheme (PMGKDS), 2016

11. Deposit shall be made in cash/cheque /draft/ e- transfer and shall be drawn **in favour of Authorised bank** accepted such deposit.

12. An application shall be made in Form II clearly indicating the amount, full name, Permanent Account Number (hereinafter referred to as "PAN"), Bank Account details (for receiving redemption proceeds), and address of the declarant.

13. If declarant has no PAN no. then, firstly he is required to apply for a PAN and provide the details of such PAN application along with acknowledgement number.

14. The deposit under sub-section (1) of section 199F **shall not bear any interest.**

15. The Bonds Ledger Account shall not be tradable.

16. The deposit under this Scheme **shall** be made **by any person who declared undisclosed income** under Pradhan Mantri Garib Kalyan Yojana, 2016.

17. The **deposit sum, which shall not be less than twenty-five per cent of the declared undisclosed income**.

18. Deposit at the authorized banks from December 17, 2016 (Saturday) to March 31, 2017 (Friday).

19. The deposits shall be held at the credit of the declarant in Bonds Ledger Account (BLA) and would be **repaid on expiry of four years.**

Avinash Chaudhary

(B.com, Ca Final)

Contact no. +919891223550