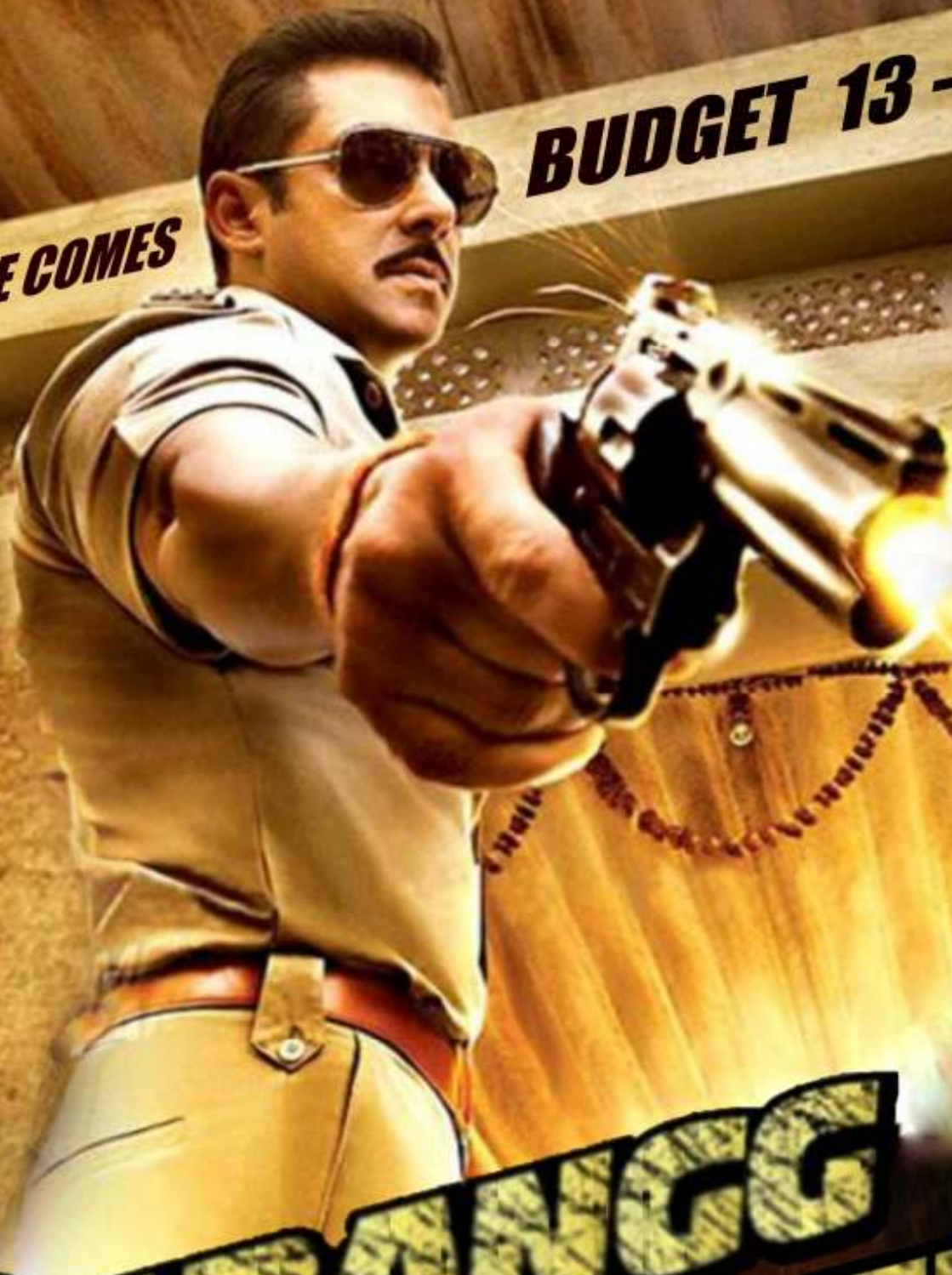


**HERE COMES**

**BUDGET 13 - 14**



# **DABANGG BUDGET**

**REVIEWED BY SHAH TEELANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

# **BUDGET ANALYSIS**

**2013 - 2014**

By

**SHAH TEELANI & ASSOCIATES**

**Chartered Accountants**

**:Ahmedabad:**

**415, Bhadraraj Complex,  
Near Bank of India, Swastik Cross Road, C.G.Road 380 009  
Phone: (079) 40731733, M: 9426341100/ 9824966139.**

**:Ahmedabad – Branch:**

**GF 10, Tejendra III, B/ H. Anupam Cinema,  
Opp. Ashima Mill, Khokhra 380 006**

**:Rajkot - Branch:**

**401, Omega Tower, Opp. HDFC Bank, Nalanda Society,  
Kalawad Road – 360 001  
Phone : (0281) 2570571**

**Web: [www.casnt.co.in](http://www.casnt.co.in)**

**Email: [shahteelani@gmail.com](mailto:shahteelani@gmail.com)**

**For Private Circulation only**

March, 1<sup>st</sup>, 2013

Dear Sir,

The movie “**Dabangg**” is very popular in the bollywood. This time we have taken the concept of bollywood movie. With the help of this concept, we would like to connect our economy with Indian youth who are very energetic and dynamic. Reason being, 72 % of the Indian population is below the age of 40 years, 47 % of Indian population is under the age of 20 years. However, worlds only 10 % of the population are below 25 years. This statistic clearly shows that India is growing as most young and energetic country of youth. Today’s Indian young entrepreneurs are full of energy, new ideas, new concepts and contributing a huge share in development of Indian Economy.



“**Dabangg**” movie has gained tremendous success on various medias. It is one of the most super hit movie in the present time. Movie went with the Housefull shows for the maximum weeks. Youth being like Salman Khan of the Movie who is shown as Dabangg represents the One Man Army who can change the world against the Bad Evils. Youth who watches this movie is not only get motivation, but also get the inspiration to do something being **Alone**. It’s the youth who drives the economy and represents the economic future. With the help of this movie, we would like to express that person can be Dabangg Outside and Soft-Hearted inside.

This year budget proposals are more or less neutral and no major changes are made in the Financial nor Economical Sectors. In addition to this, there are important small steps taken to boost small and medium size enterprises.

The budget proposal has also seen many sections are amended. It seems that our country has now gained a place to even call for a fair share of taxes in the cross border transactions. The complexities in the area of International Taxation can be seen as our country is still very young in the area of international taxes.

In the Indirect regime, there are various changes made in last year budget to move towards GST. The major changes is in service tax is mainly a negative list for the applicability of service tax provision has been inserted. Therefore, the burden would be on the service provider about the applicability. There are also various changes in rules and regulations.

This is **First Year of issue of budget booklet** and also **First Year of CA's Practice** and we hope that the material analyzed (**proves to be**) helpful to our valuable business partners. We have also included current year's important provisions, so we request to use this booklet as ready reference. In case of any query, please contact us.

*The Dabangg Budget is taken to prove that every person can fight with the whole world along with having soft hearts, lets hope that the Youth, who signifies majority is as Strong as Dabangg and has a soft heart inside.*

We would also appreciate the sincere efforts made by all our young and energetic team members to make quick analysis of budget.

Yours Sincerely,

**For, Shah Teelani & Associates,**

**CA. Jinesh N. Shah.**

**CA. Jitendra Teelani**

## THE SHOWCASE

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# Budget Analysis 2013-14

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## (A) BUDGET ANALYSIS 2013-14

### 1. Budget Highlights

- The Indian economy is showing slower development as compare to the past, due to overall slowdown in the Global Market. Further, Global economic growth slowed from 3.9 % in 2011 to 3.2 % in 2012.
- India's GDP reported the growth at 5% for 2012-13, instead of the 8% potential growth estimated.
- Current Account Deficit (CAD) remains a major concern, in the current year CAD estimated around 5.3% of the GDP.
- The implementation of Direct Tax Code (DTC) along with the implementation of the Goods and Service Tax (GST) is deferred in the current budget.
- Introduction of Tax Credit of ` 2,000 to every person who has total income upto ` 5 Lacs, first of the Tax Credit System introduced by the Government.
- Although no Direct Increase in the Tax Rate, but there is increase in the Surcharge Tax,
  - For Domestic companies whose annual taxable income exceeds ` 10 Crore, Increase of surcharge from current 5% to 10%.
  - For, Foreign Companies increase of surcharge from current 2% to 5%.
  - For, Surcharge on Dividend Distribution Tax increased from current 5% to 10%, applicable to all companies.
- Additional deduction of interest upto ` 1 Lac for a person taking first home loan upto ` 25 Lacs during the period 01.04.2013 to 31.03.2014.
- Levy of Surcharge at the rate 10% on the persons whose taxable income exceeds ` 1 Crore per year, this will apply to the individuals, HUF's, firms and other similar entities.



## Budget Analysis 2013-14

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- Various measures taken to Encourage the Foreign Investment in Shares Market by simplifying the procedures and uniform registration to be follow up by the SEBI.
- TDS to be deducted at the rate 1% on the value of the transfer of immovable property in excess of ` 50 Lacs. However, agriculture land would be exempt.
- Investment Allowance at the rate of 15% to the manufacturing company that invests in excess of ` 100 crores in Plant and Machinery u/s. 32AC up to 31.03.2015.
- Rajiv Gandhi Equity Saving Scheme(RGESS) introduced last year, shall have 50% deduction maximum upto ` 25,000/- per year extended to three successive years, person claiming deduction should have taxable income below ` 12 Lacs.
- Commodity Transaction Tax (CTT) introduced and to be levied on the non-agriculture commodities future contract, the rate of CTT is 0.01% price of the trade.
- Trading in commodity will not be termed as the Speculative Transaction, therefore Gain or Loss arising from Commodity Transaction shall form part of the business transaction.
- Increase in the Duty free limit to bring Gold has been raised as follows:-
  - For Female passengers – Limit Raised upto ` 1 Lacs.
  - For Male Passengers – Limit Raised upto ` 50,000.
- Reductions made in rates of Securities Transaction Tax(STT) in respect of certain transaction.
- Implementation of General Ant-Avoidance Rule(GAAR) differed upto 1<sup>st</sup> April, 2016.
- For transfer of immovable properties stamp duty valuation will be considered as the Transfer value (Full Value Consideration) even if such assets is held as stock in trade.
- No change in the Standard rate of Excise Duty and Service Tax, it remained stabled at 12%; no change in peak Customs Duty of 10% on non-agricultural goods.

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*The best way to predict the future is to create it.*



# Budget Analysis 2013-14

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## 2. Budget at Glance

(In Crore of Rupees)

Sr. No.	Particulars	2011-12 Actual	2012-13 Budget Estimates	2012-13 Revised Estimates	2013-14 Budget Estimates
1.	<b>Revenue Receipts</b>	<b>751437</b>	<b>935685</b>	<b>871828</b>	<b>1056331</b>
2.	Tax Revenue (Net to Centre)	629765	771071	742115	884078
3.	Non-Tax Revenue	121672	164614	129713	172252
4.	<b>Capital Receipts (5+6+7)\$</b>	<b>552928</b>	<b>555241</b>	<b>558998</b>	<b>608967</b>
5.	Recoveries of Loans	18850	11650	14073	10654
6.	Other Receipts	18088	30000	24000	55814
7.	Borrowings and Other Liabilities*	515990	513590	520925	542499
8.	<b>Total Receipts (1+4) \$</b>	<b>1304365</b>	<b>1490925</b>	<b>1430825</b>	<b>1665297</b>
9.	<b>Non-Plan Expenditure</b>	<b>891990</b>	<b>969900</b>	<b>1001638</b>	<b>1109975</b>
10.	On Revenue Account of which,	812049	865596	919699	992908
11.	Interest Payments	273150	319759	316674	370684
12.	On Capital Accounts	79941	104304	81939	117067
13.	<b>Plan Expenditure</b>	<b>412375</b>	<b>521025</b>	<b>429187</b>	<b>555322</b>
14.	On Revenue Account	333737	420513	343373	443260
15.	On Capital Account	78639	100512	85814	112062
16.	<b>Total Expenditure (9+13)</b>	<b>1304365</b>	<b>1490925</b>	<b>1430825</b>	<b>1665297</b>
17.	Revenue Expenditure (10+14)	1145785	1286109	1263072	1436169
18.	Of which, Grants for creation of Capital Assets	132582	164672	124275	174656
19.	Capital Expenditure (12+15)	158580	204816	167753	229129
20.	<b>Revenue Deficit (17-1)</b>	<b>394348</b>	<b>350424</b>	<b>391245</b>	<b>379838</b>
		(4.4)	(3.4)	(3.9)	(3.3)
21.	<b>Effective Revenue Deficit (17-18)#</b>	<b>261766</b>	<b>185752</b>	<b>266970</b>	<b>205182</b>
		(2.9)	(1.8)	(2.7)	(1.8)
22.	<b>Fiscal Deficit {16-(1+5+6)}</b>	<b>515990</b>	<b>513590</b>	<b>520925</b>	<b>542499</b>
		(5.7)	(5.1)	(5.2)	(4.8)
23.	<b>Primary Deficit (20-11)</b>	<b>242840</b>	<b>193831</b>	<b>204251</b>	<b>171814</b>
		(2.7)	(1.9)	(2.0)	(1.5)

\$ Does not include receipts in respect of Market Stabilization Scheme.

\* Includes draw-down of Cash Balance.

# excluding Grants for creation of Capital Assets.

**Note:** GDP for BE 2013-2014 has been projected at ` 1,13,71,886/- crore assuming 13.4% growth over the advance estimates of 2012-2013 (` 1,00,28,118/- crore) released by CSO.

Confident comes not from always being right, but from not fearing to do wrong.





# Budget Analysis 2013-14

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## 3. Key Economic Indicators

Particulars	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
<b>GDP/ Economy Growth (%)</b>	<b>9.3</b>	<b>6.7</b>	<b>8.6</b>	<b>9.3</b>	<b>6.2</b>	<b>5.0</b>
Agricultural Growth (%)	5.8	0.1	0.8	7.9	3.6	1.8
Manufacturing Growth V	10.3	4.3	11.3	9.7	2.7	1.9
Service Growth (%)	36.8	32.0	33.7	34.0	30.8	NA
Private (Exp.) Consumption Growth (%)	9.2	7.1	7.5	8.7	7.9	4.1
<b>Exports (In USD Billions)</b>	<b>166.162</b>	<b>189.001</b>	<b>182.442</b>	<b>256.159</b>	<b>309.774</b>	<b>146.551</b>
Imports (In USD Billions)	257.629	308.520	300.644	383.481	499.533	237.221
<b>Export Growth (%)</b>	<b>29.0</b>	<b>13.6</b>	<b>-3.5</b>	<b>40.5</b>	<b>21.3</b>	<b>-4.92</b>
Import Growth (%)	35.5	20.7	-5.0	28.2	32.3	-0.02
<b>Forex Reserved (In USD Billion)</b>	<b>309.7</b>	<b>252</b>	<b>279.1</b>	<b>304.8</b>	<b>294.4</b>	<b>295.52</b>
<b>Average Exchange rate (USD 1= Rupee)</b>	<b>40.26</b>	<b>45.99</b>	<b>47.44</b>	<b>45.56</b>	<b>47.92</b>	<b>54.472</b>
Inflation (In terms of WPI) (%)	4.7	8.1	30.8	9.6	8.9	7.62
Inflation (In terms of CPI) (%)	6.2	9.1	12.4	10.4	8.4	10.02
Population ( Billion)	1.138	1.154	1.170	1.210	NA	NA
<b>Per Capita Income (In Rs.)</b>	<b>35,825</b>	<b>40,775</b>	<b>46,249</b>	<b>54,151,</b>	<b>61,564</b>	<b>68,747</b>
Gold Price ( Per Gram)	1,201	1,492	1,609	2,323	2,734	2,965
Silver Price ( Per Gram)	23.15	21.34	25.26	61.15	53.34	49.973
Crude Oil Price (Brent Europe) UUSD per Barrel	102.33	46.13	80.37	116.94	124.45	116.234
BSE Sensex (28 <sup>th</sup> February)	17,824	8,607	16,772	17,823	17,731	18,861

*Destiny is not a matter of chance; it's a matter of choice.*



## Budget Analysis 2013-14

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### Tax Collections: - Comparative Figures

(` in Crores)

Particulars	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013 (B)	2012-2013 (R)	2013-14(B)
Corporate Income tax	1,92,911	2,13,395	2,44,725	2,98,688	3,22,816	3,73,227	3,58,874	4,19,520
Excise	1,23,611	1,08,613	1,02,991	1,37,701	1,45,607	1,94,350	1,71,996	1,97,554
Income tax (Others)	1,02,644	1,06,043	1,22,370	1,39,069	1,67,473	1,92,176	2,02,586	2,43,677
Customs	1,04,119	99,879	83,324	1,35,813	1,49,328	1,86,694	1,64,853	1,87,308
Service tax	51,301	60,941	58,422	71,016	97,509	1,24,000	1,32,697	1,80,141
Security Transaction tax	8,576	7,977	7,394	7,155	5,656	5,920	6,165	6,720
Wealth tax	340	389	505	687	788	1,244	866	950

### Stock Market Indicators:-

(` In crores)

Year →	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
Number of IPOs	85	21	39	53	30	20
NSE Spot	35,51,038	27,52,023	41,38,024	35,77,410	19,73,730	19,73,624
BSE Spot	15,78,670	11,00,074	13,78,809	11,05,027	4,88,133	4,10,230
NSE Derivatives	1,30,90,478	1,10,10,482	1,76,63,665	2,92,48,221	2,37,15,138	2,28,79,486
BSE Derivatives	2,42,308	12,268	234	154	58,173	57,41,593
FII Net Investment		(45,811)	1,42,658	1,46,438	30,376	1,68,911.47 (USD 31.01 Bn)
Number of FIIs (at the yearend)			1,635	1,722	1,767	1,759

*Trial & Errors is ultimate story of success.*



# Budget Analysis 2013-14

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## 4. Changes in Tax Structure

1) Individual (Other than Senior Citizen), HUF, AOP, BOI

Sr. No.	INCOME	TAX RATE
1	Up to ` 2,00,000	NIL
2	From ` 2,00,001 to ` 5,00,000	10%
3	From ` 5,00,001 to ` 10,00,000	20%
4	From ` 10,00,001 onwards	30%

2) For Resident Senior Citizens above the age of 60 years

Sr. No.	INCOME	TAX RATE
1	Up to ` 2,50,000	NIL
2	From ` 2,50,001 to ` 5,00,000	10%
3	From ` 5,00,001 to ` 10,00,000	20%
4	From ` 10,00,001 onwards	30%

3) For Resident Senior Citizens above the age of 80 years

Sr. No.	INCOME	TAX RATE
1	Up to ` 5,00,000	NIL
2	From ` 5,00,001 to ` 10,00,000	20%
3	From ` 10,00,001 onwards	30%

4) Other Assesseees

Total Income	Rate of Tax (%)		Rate of MAT (%)		Rate of Dividend Tax (%)	
	A.Y. 13-14	A.Y. 14-15	A.Y. 13-14	A.Y. 14-15	A.Y. 13-14	A.Y. 14-15
<b>Tax Rates for Domestic Co.</b>						
Upto ` 1 Crore	30.90	30.90	19.05	19.05	16.23	16.995
From ` 1 Crore to ` 10 Crores	32.45	32.45	20.00	20.00	16.23	16.995
Exceeding ` 10 Crores	32.45	33.99	20.00	20.96	16.23	16.995
<b>Tax Rates for Foreign Co.</b>						
Upto ` 1 Crore	41.20	41.20	19.05	19.05		
From ` 1 Crore to ` 10 Crores	42.02	42.02	19.44	19.44		
Exceeding ` 10 Crores	42.02	43.26	19.44	20.01		
<b>Tax Rates for Others</b>						
Firms/LLP's/Local Authorities						
Upto ` 1 Crore	30.90	30.90	19.05	19.05		
Above ` 1 Crore	30.90	33.99	19.05	20.96		

*Failure is the opportunity to begin again more intelligently.*



## **5. Changes in Provisions relating to Business & Profession**

- Extended the benefit to the power sector projects under section 80IA from 31.03.2013 to 31.03.2014.
- As per new section 32AC, Investment Allowance at the rate of 15% shall be available to the manufacturing company that invests in excess of ₹ 100 crores in Plant and Machinery up to 31.03.2015.
- Any gains or loss arising from commodities transactions shall be considered under the head “Profits and gains of business or profession”, provided that the assessee has paid the CTT and CTT shall be eligible for the deduction.
- Section 50C is not applicable to the assets held as Stock in Trade, therefore new section 43CA provides that if the full value of consideration for sale of any land or building or both being stock-in-trade is less than the stamp duty valuation, then the stamp duty valuation should be adopted as full value of consideration for computing profit for such transfer.
- New Section 115QA provides that any distributed income to the shareholders by a domestic company on buy back of shares of non-listed company on any recognized stock exchange, shall be chargeable to tax and such company shall be liable to pay additional income tax at the rate 20% on such distributed income.

## **6. Changes in Provisions relating to Corporate Taxation**

### **Tax on distributed profits**

- Dividends received by the Indian Company from foreign Companies are taxable at 30% but to encourage the foreign fund flow in India, in the budget 2012-13 new section was 115BBD inserted to levy tax on foreign dividends at the rate of 15% only.
- This provision was only for the Assessment year 2012-13, but in this budget this provision is further extended upto Assessment 2014-15.
- Further, Dividend liable to DDT of a Indian holding company can be reduced by the amount of dividend received from any of its foreign subsidiary, provided the subsidiary has paid DDT on such dividend.
- This will remove the cascading effect of DDT in multi-tier corporate structure.

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## Tonnage Tax System

W.e.f from 1<sup>st</sup> April 2013, the daily tonnage income of a qualifying ship will be determined on the basis of the revised rates as mentioned below:

Qualifying ship having Net tonnage	Existing amount of daily tonnage income	Proposed amount of daily tonnage income
(1)	(2)	(3)
Up to 1,000	` 46 for each 100 tons	` 70 for each 100 tons
Exceeding 1,000 but not more than 10,000	` 460 <i>plus</i> ` 35 for each 100 tons exceeding 1,000 tons	` 700 <i>plus</i> ` 53 for each 100 tons exceeding 1,000 tons
Exceeding 10,000 but not more than 25,000	` 3,610 <i>plus</i> ` 28 for each 100 tons exceeding 10,000 tons	` 5,470 <i>plus</i> ` 42 for each 100 tons exceeding 10,000 tons
Exceeding 25,000	` 7,810 <i>plus</i> ` 19 for each 100 tons exceeding 25,000 tons	` 11,770 <i>plus</i> ` 29 for each 100 tons exceeding 25,000 tons

## 7. Changes in Provisions of Deductions u/ s. 80

- Deduction for Life Insurance premium shall be allowed to the extent of 10% of the actual sum capital assured as against 20% as per section 80C.
- For the person with the Disability as per section 80U or 80DDB, deduction as per section 80C for life insurance shall be allowed to the extent of 15% of the actual sum assured.
- Under Rajiv Gandhi Equity Saving Scheme (RGESS) as per section 80GGC introduced last year, shall have 50% deduction maximum upto ` 25,000/- per year extended to three successive years, person claiming deduction should have taxable income below ` 12 Lacs.
- Further, eligible investment in RGESS is extended to mutual fund units along with the specified equity shares.
- Exemption under Section 80D extended for the contribution made to any health scheme as may be notified by the Central Government or State Government along with Central Government health Scheme.

*The roots of education are bitter, but the fruit is sweet.*



## Budget Analysis 2013-14

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- Additional deduction under new section 80EE for the interest upto ` 1 Lac for a person taking first home loan upto ` 25 Lacs during the period 01.04.2013 to 31.03.2014. Further, if this deduction is lower than ` 1 lac then deduction for balancing amount will be available for the A.Y. 2015-16. This deduction is over and above the deduction available for the Home Loan interest of ` 1,50,000.
- No deduction for donation paid in cash u/s 80 GGB and 80 GGC. Therefore any donation to be made to political party shall eligible for deduction is such donation is made through cheque only.

### **8. Changes in Provisions relating to Procedures and Assessments**

- Income tax return now must be filed only after the payment of the tax. Therefore, we cannot file return with the tax payable after filing of return.
- New Provision under section 144BA inserted, wherein the assessing officer having ambiguity in certain cases, than he may refer to the Commissioner, and Commissioner may initiate the proceedings along with the assessing officer.
- As per section 132B, in case of search amount of existing tax liability raised can be adjusted against the seized cash amount, however there it has been clarified that existing liability will not include the Advance Tax Liability.
- Under section 179, wherein director of private company previously is jointly and severally liable only for the payment of outstanding tax demand. Addition is made under this section where in Outstanding tax demand shall also include penalty, interest or any other sum payable under the Act.

### **9. Changes in Provisions relating to International Tax**

- ✓ As per section 90A to avail the Double Taxation Avoidance Agreement (DTAA) benefits by the non resident, non resident will have to provide the Tax Residency Certificate issued by the Government of the resident country.

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*Yesterday is not ours to recover, but tomorrow is ours to win or to lose.*



- However, amendment is made is that, which states that the Tax Residency Certificate is necessary condition but not a sufficient condition for claiming any relief under the DTAA agreement.
- Under section 115A, Royalties and Fees for technical services (FTS) received by a non-resident from any agreement entered in India is currently taxable at 10%. Amendment is made in this section as majority of the DTAA allows the taxation at the rate 25%, therefore from 01.04.2013 any payments made for such royalties shall be taxable at 25%.

### **10. Changes in Provisions relating to Capital Gains & TDS**

- Transaction in immovable properties are generally undervalued and one half of the transaction in immovable properties do not carry PAN of the parties concerned. With a view to improve the reporting of such transaction and the taxation of the capital gains, New Section 194-IA of TDS is inserted:-
  - ✓ TDS at the Rate 1% is levied on the value of the Transfer of immovable property where consideration exceeds ` 50 Lacs.
  - ✓ This provisions will not apply to the transfer of agriculture land. This provison will apply from 01.06.2013.
- Distinction between Urban Agriculture land and Rural Land as per section 2(14) is amended. As per the latest amendment the Urban Land is classified as follows:-

<b>Population Limit</b>	<b>Land Distance Limit</b>
Population more than Ten Thousand but not exceeding One Lacs	Distance Not more than <b>Two Kilometers</b> , from the local limits of any municipality or cantonment Board.
Population more than One Lacs but not exceeding Ten Lacs	Distance Not more than <b>Six Kilometers</b> , from the local limits of any municipality or cantonment Board.
Population more than Ten Lacs	Distance Not more than <b>Eight Kilometers</b> , from the local limits of any municipality or cantonment Board.

## **11. Other Important Changes**

- The new section 87A introduced to provide tax credit of ` 2,000/- for the income tax payable by an Individual Resident of India having total income not exceeding ` 5,00,000/-.
- Levy of Surcharge at the rate 10% on the persons whose taxable income exceeds ` 1 Crore per year, this will apply to the individuals, HUF's, firms and other similar entities. Known as Super Rich Tax imposed on the high earning persons.
- Although no Direct Increase in the Tax Rate, but there is increase in the Surcharge Tax, For Domestic companies whose annual taxable income exceeds ` 10 Crore, Increase of surcharge from current 5% to 10%. For, Foreign Companies increase of surcharge from current 2% to 5%.
- Surcharge on Dividend Distribution Tax increased from current 5% to 10%, applicable to all companies.
- Income of Securitizations Trust from the securitizations activity will be exempt as per the New Section 10(23DA).
- Commodity Transaction Tax (CTT) introduced and to be levied on the non-agriculture commodities future contract, the rate of CTT is 0.01% price of the trade.
- In Securities Transaction Tax (STT) following changes are made:-
  - ✓ STT Shall be levied at the rate of 0.01% on sale of units of equity futures.
  - ✓ STT shall be reduced from 0.025% to 0.001% on sale of equity oriented fund by the mutual fund.
- Relief for Tax Payers in the first bracket of Rs. 2 Lacs to Rs. 5 Lacs, a tax credit of Rs. 2000 to every person with the total income upto Rs. 5 Lacs.
- Implementation of General Anti Avoidance Rule(GAAR) deferred up to 1<sup>st</sup> April, 2016.
- To increase the rate of tax on payments by way of royalty and fees for technical service to non-residents from 10% to 25%



## 12. Changes in Provisions relating to Service Tax

### Changes in the definition, charging and valuation provisions

- The rate of service tax remained unchanged at 12%.
- No change has been made in the basic exemption limit of ` 10,00,000/-.
- The new concept of 'negative list' of services introduced last year, continued the same in the current year.
- There was additions of two new services in the Negative List, such services shall remain exempt from the taxability
  - ✓ The vocational courses run by State council will also be covered in negative list along with National Council.
  - ✓ Any type of testing relating to agriculture or agriculture produce.
- Section 77 of Service Tax which levies penalty for failure to take registration has been restricted to maximum of ` 10,000/- instead of earlier provision of ` 10,000/- or ` 200/- per day whichever is higher.
- New Section 78A introduced which levies penalty on the Director, Manager, secretary or any other such person in charge for conduct of business of such company and concerned with any of the contravention, shall be liable to penalty which may extend to ` 1,00,000/-, contravention namely:-
  - ✓ Evasion of service tax
  - ✓ Issuance of invoice without provision of service.
  - ✓ Availment and utilization of credit of taxes or duty without receipt of taxable services or excisable goods either wholly or partially.
  - ✓ Failure to pay any amount collected as service tax to the credit of the Central Government beyond a period of six months from the date of such payment became due.
- At present, service tax does not apply to the Air Conditioned restaurants that do not serve Liquor. From 01.04.2013, it is proposed to **levy Service Tax on all Restaurants** having the facility of Air-Conditioning.

## Budget Analysis 2013-14

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- In the last year Finance bill Provisions was made for the Imprisonment for the misconduct related to the Service Tax, in the current year Budget Imprisonment extended upto 7 years for the persons who fails to pay service tax payments, if such payments exceeds ` 50 Lac.
- Rate of abatement is reduced from 75% to 70% from 01.03.2013, for the homes and flats with carpet area of 2,000 sq.ft. or more of a value of ` 1 Crore or More. Reason being such flats are high-end constructions, where the components of service is greater.
- Exemptions of Service Tax on Copyright on Cinematography would be limited to films exhibited only in cinema halls.

### ➤ **Service Tax Voluntary Compliance Encouragement Scheme, 2013**

- In the current Budget Finance Minister proposed 'Service Tax Voluntary Compliance Encouragement Scheme, 2013' for the defaulters in filing of ST-3 returns and payment of service tax, details of the Scheme is as follows:-
  - ✓ Any person can apply under this scheme for the tax dues for the period 01.10.2007 to 31.12.2012.
  - ✓ A person is required to make declaration to designated authority on or before 31.12.2013 in the form and manner to be prescribed. The declarant shall pay not less than 50% of tax dues before 31.12.2013 and remaining 50% before 30.06.2014. However, the declarant has option to pay the tax before 31.12.2014 but in that case interest will be applicable from 01.07.2013.
  - ✓ Following persons shall not be eligible for this scheme:-
    - a. A person who has been served notice or an order of determination u/s. 72 or 73 or 73A before 01.03.2013.
    - b. Person who has furnished return u/s. 70 and has disclosed his true liability but has not paid the disclosed service tax.
    - c. Person against whom any inquiry or investigation is pending as on 01.03.2013 by way of issue of search warrant, summons or by way of audit.
  - ✓ On compliance as required, the assessee will have immunity from interest, penalty or any other proceeding.

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It is difficult, but not impossible, to conduct strictly honest business.



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## 13. Changes in Provisions of Excise Duty

- The rate of Excise Duty remained unchanged at 12%.
- The excise duty on Cigarettes is being increased by 18%.
- The branded ayurvedic medicine and of Unani, Siddha, Homeopathic etc. are brought under MRP based abatement of 35% on MRP.
- The 4% of excise has been levied on Silver manufactured from zinc/lead smelting.
- The full exemption is provided to ship building industry. Ships and vessels are exempt from the excise duty. Consequently, there will be no CVD on imported Ships and Vessels.
- Relief to the Garments industry, by bringing Zero Excise Duty on cotton and Manmade yarn. Further there will be Zero duty at the fiber stage also. In case of spun yarn there will be 12% duty at the fiber stage. Zero Excise Duty shall enable the Manufacture to avail the Cenvat Credit on inputs used to manufacture such Yarn.
- Total exemption to handmade carpets and textile floor coverings of coir or jute from excise duty.

## Changes in rates of Excise Duty

Particulars	Old Rate	New Rate
<b>Motor Vehicles</b> - SUV (SUV - Not Defined) Other than Registered for Taxis.	27% ad valorem	30% ad valorem
<b>Mobiles Phones</b> (Priced Exceeding ` 2000)	1% ad valorem	6% ad valorem
<b>Marbles</b>	Rs 30 per sq. mt.	Rs. 60 per sq. mt.

Don't let fear make the decisions for you.



## **14. Changes in Provisions of Custom Duty**

- There is no change in the peak rate of customs duty of 10 %.
- Increase in the Duty free limit to bring Gold has been raised, for Female passengers upto ` 1 Lacs and for Male Passengers upto ` 50,000.
- Extended the period of concession for specified part of electric and hybrid vehicles up to 31<sup>st</sup> March, 2015.
- Export duty on de-oiled rice bran oil cake has been withdrawn.
- Reduced the duty on pre-forms of precious and semi-precious stones from 10% to 2%.
- Duty on Setup Box Increased from 5% to 10%, in Raw Silk from 5% to 15%.
- Basic customs duty on completely built units of large cars/MUVs/SUVs permitted for import without type approval (value exceeding US\$40,000 and engine capacity exceeding 3000cc for petrol and 2500cc for diesel) is being increased from 75% to 100%.
- Duty also increased in high end transportation means through Yachts and Motor Boats from 10% to 25% and in Motor Cycle exceeding 800 CC from the current 60% to new rate of 75%.
- CVD on Steam Coal and Bituminous Coal is also reduced to 2%.
- The export duty revised, new rate of duty on bauxite at the rate 10%, 5% on ilmenite and 10% on unprocessed ilmenite.
- The Export Duty on galvanized steel sheets is exempted retrospectively w.e.f. 01.03.2011.

## (B) IMPORTANT CURRENT YEAR PROVISIONS

### 1. Provisions relating to Deduction from Total Income

- Following investments are allowed as deduction from total income of Individual and HUF upto maximum of ` 1,00,000/-.  
(Sec. 80C, 80CCC & 80CCD)

Nature of Investment	Applicability
Life Insurance Premium	For Individual, payment should be made in the name of following persons: ✓ Individual ✓ Spouse of the Individual. ✓ Any child of the Individual. For HUF, in the name of any member of HUF. Premium paid to the extend of <b>10% of Sum Assured</b> qualify for the deduction.
Any payment for statutory or recognized provident fund.	For Individual only.
Any payment in Public Provident Fund (PPF)	For Individual, payment should be made in the name of following persons: ✓ Individual ✓ Spouse of the Individual. ✓ Any child of the Individual. For HUF, in the name of any member of HUF. Max. Limit of Investment is ` 1,00,000 in a year.
Investment in National Saving Certificate (NSC) and interest accrued on it.	For Individual and HUF.
Investment in Mutual Fund	For Individual and HUF. Subscription to the notified units of any mutual fund covered u/s. 10(23D) shall be allowed as deduction.
Tuition Fees	For Individual only. ✓ Expenses allowed for any two children of the Individual. ✓ It is for full time education, paid to any school, college, university or other eligible institution. ✓ Donation or development fees are not allowed.
Repayment of Housing Loan	For Individual and HUF.
Investment in Term Deposit	For Individual and HUF. ✓ For a fixed period of not less than 5 years with a schedule bank in accordance with the scheme notified by the central government.

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Investment in specified bonds issued by National Bank for Agriculture and Rural Development. (NABARD)	For Individual and HUF.
Amount deposited in certain pension fund of LIC or other insurer	For Individual only.
Amount paid under notified pension scheme of Central Govt. by employee; not exceeding 10% of salary of employee.	For Individual only.
Amount invested in time deposit under Post Office Time Deposit rules for 5 years.	For Individual only.
Amount invested in an account under Senior Citizen Saving Scheme.	For Individual only.

- ✓ Additional Deduction for subscription to long-term infrastructure bonds up to maximum of ` 20,000/- for Individual & HUF (Sec. 80 CCF)
- ✓ One Time Deduction of 50% of amount invested or ` 25,000 whichever is lower for Investment in Listed Equity Shares notified for the Rajiv Gandhi Equity Saving Scheme(RGESS)(Sec. 80CCG)
- ✓ As per newly inserted section 80TTA, deduction in respect of the interest earned in the savings bank account maintained with banks, cooperative banks and post office upto ` 10000 to the Individual and HUF is allowable.

### ➤ Deduction for Medical Insurance Premium (Sec. 80D)

Assessee	Deduction
<b>Individual</b>	
Mediclaim policy in the name of-	
a. Individual or his family. (Spouse and dependant child)	<b>Lower of aggregate premium paid or ` 15,000/-.</b>
b. Parents (whether dependant or not)	<b>Lower of aggregate premium paid or ` 15,000/-.</b>
HUF- in the name of any member	<b>Lower of aggregate premium paid or ` 15,000/-.</b>

#### Notes:

- (a) Where the premium is paid for senior citizen, the deduction available is aggregate premium paid or ` 20,000/- whichever is lower. Further, an individual can claim Mediclaim for himself, his family and additional amount for Parents.
- (b) Payment shall be made by any mode of payment other than cash.
- (c) Deduction up to ` 5,000 is available for payment made for Preventive Health Check Up, said deduction is within overall limit of ` 15,000 or ` 20,000 as the case may be.

*Practical wisdom is only to be learned in the School of Experience.*



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## 2. Provisions relating to TDS & TCS

### ✓ Various Important dates for TDS & TCS

Dates of deposit of TDS & TCS into banks		
For expenditure credited or paid in March	On or before 30 <sup>th</sup> April.	
For any other case	On or before 7 <sup>th</sup> of next month.	
Due dates for filing of TDS / TCS return		
Period	Due dates for Return	
	TDS return (Form 24Q-26Q)	TCS return (Form 27EQ)
For 1 <sup>st</sup> quarter ending on 30 <sup>th</sup> June	15 <sup>th</sup> July	15 <sup>th</sup> July
For 2 <sup>nd</sup> quarter ending on 30 <sup>th</sup> September	15 <sup>th</sup> October	15 <sup>th</sup> October
For 3 <sup>rd</sup> quarter ending on 31 <sup>st</sup> December	15 <sup>th</sup> January	15 <sup>th</sup> January
For 4 <sup>th</sup> quarter ending on 31 <sup>st</sup> March	15 <sup>th</sup> May	30 <sup>th</sup> April

✓ Please refer the Chart Showing Rate and Exemption of TDS on Next Page.

### ✓ Description & Rates of TCS

Description	Rate
Alcoholic Liquor for Human Consumption or Scrap	1%
Timber obtained under a forest leave, or any other mode, other forest produce	2.5%
Parking Lots, Toll Plaza Lease & Mine Quarry Lease	2%
Tendu Leaves	5%

## 3. Payment of Advance Tax

Every person who is liable to pay income tax of `10,000/- or more on his current year's estimated income is required to pay advance tax as under:

Due date of Installment	For Company	For Others
On or before 15 <sup>th</sup> June	15% of the Advance Tax	---
On or before 15 <sup>th</sup> September	45% of the Advance tax as reduced by any earlier installment.	30% of the advance tax.
On or before 15 <sup>th</sup> December	75% of the advance tax as reduced by any earlier installments.	60% of the advance tax as reduced by any earlier installments.
On or before 15 <sup>th</sup> March	The whole amount of advance tax as reduced by any earlier installments.	The whole amount of such advance tax as reduced by any earlier installments.

*Forgiveness does not change the past, but it does enlarge the Future.*



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### Rates & Exemption limit of TDS

Sec.	Nature of payments made to resident	Threshold Limit (In ` )	Company, Firm, Co-op Soc, Local Authority	Individual HUF	If No PAN Or Invalid PAN
194A	Interest – Payable by Banks	10,000	10	10	20
	Interest – Payable by others	5000	10	10	20
194B	Winning from lotteries / Crossword Puzzle	10,000	30	30	30
194C	Payment to Contractors:-				
	1-Single transaction	30,000	2	1	20
	2- Aggregate during FY	75,000	2	1	20
194D	Insurance commission	20,000	10	10	20
194H	Commision/ Brokerage	5,000	10	10	20
194I	Rent	1,80,000	10	10	20
	Rent Plant/ Machinery	1,80,000	2	2	20
194	Dividends	-	10	10	20
194BB	Winings from horse race	5,000	30	30	30
194F	Repurchase units by MFs	1,000	20	20	20
194G	Commission – Lottery	1,000	10	10	20
194LA	Immovable Property	1,00,000	10	10	20

### Description & Rates of TCS

Description	Rate %
Alcoholic liquor for human consumption	1
Timber obtained under a forest lease, or any other mode, other forest produce	2.5
Scrap	1
Parking Lots, Toll Plaza Lease and Mine Quarry Lease	2
Tendu Leaves	5

Take good care of your Reputation, its going to live longer than You.





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## 4. Provision of MAT u/ s 115 JC

- The provision of MAT shall also apply to partnership firms, sole proprietorship, association of persons etc.
- If the regular tax payable is less than minimum alternate tax, then such persons is required to pay 18.50 % tax on total income.
- The income in above cases has to be increased by deduction under Chapter VI A and also deduction u/s 10 AA.
- However, the provision of this chapter shall not apply to Individual, HUF, AOP, BOI, if adjusted total income is not more than ` 20 lacs.
- Such provision will raise more difficulties to various small assessee.

## 5. Provisions relating to Service Tax

### ✓ Payment of Service Tax :

Category of Assessee	Periodicity of Payment	Periods	Due Date
Individuals, Proprietary Concern or Partnership Firms	Quarterly	1 <sup>st</sup> , 2 <sup>nd</sup> & 3 <sup>rd</sup> quarter	5 <sup>th</sup> day of the month following the said quarter.
		4 <sup>th</sup> quarter	31 <sup>st</sup> March
Others (i.e. Company, AOP, Trust etc.)	Monthly	April to February	5 <sup>th</sup> day of the next month.
		March	31 <sup>st</sup> March

### Notes:

1. Service tax is payable, if the value of taxable service exceeds ` 10 lacs in the preceding financial year.
2. The assessee is required to take registration if value of taxable service exceeds ` 9 lacs during the year.
3. If the assessee fails to pay service tax within the above mentioned time limit then assessee is liable to pay penalty of ` 100/- per day during which such failure continues or 1% per month of tax due whichever is higher but maximum of 50% of service tax.
4. Returns are to be filed on quarterly basis.
5. Due dates for filing of returns is 25<sup>th</sup> day of the month following the end of Relevant Quarter.

*An Idea that is not dangerous is unworthy of being called an idea at all.*



## ➤ Point of Taxation Rules, 2011

The Point of Taxation Rules, 2011 has been inserted in the last year's budget. The rule provides for payment of service tax on the basis of point of taxation instead of receipt of value of taxable services.

- The point of taxation will be earlier of the following three
  - Date of invoice issued.
  - Date of services completed.
  - Date of payment received.

The determination of point of taxation can be explained through following example.

Sr. No.	Service Completed on	Invoice Issued on	Payment Received on	Point of Taxation
1.	07/07/2011	10/07/2011	24/07/2011	07/07/2011
2.	07/07/2011	15/08/2011	20/08/2011	07/07/2011
3.	17/07/2011	05/04/2011	05/08/2011	05/04/2011
4.	15/07/2011	25/05/2011	05/04/2011	05/04/2011
5.	14/07/2011	05/04/2011	12/04/2011	05/04/2011

## 6. Provisions relating to Companies Act

### ✓ Provisions relating to Annual Filing

- Every company having share capital is required to file annual return in **Form-20B** within **60 days** from the date of the annual general meeting.
- Every company is required to file balance sheet and other documents in **Form - 23AC** and profit and loss account in **Form-23ACA** within **30 days** from the date of the annual general meeting.
- Every company having paid-up share capital of more than `10,00,000/- is required to obtain Compliance Certificate from a Company Secretary and to file it in **Form 66** within **30 days** from the date of the annual general meeting.
- Digital Signature of any one director who is authorized to sign the documents is essential for filing of any form.

- For any appointment or retirement of director, every company is required to file Form 32 with the registrar within 30 days of such appointment or retirement.
- It is mandatory for every company to register a charge created on any assets (other than those related to debentures) of the company. **Form-8** is required to be filed within 30 days from the date of creation or modification of such charge.

➤ **Provisions relating to XBRL**

- XBRL or the eXtensible Business Reporting Language, is a language for the electronic communication of business and financial data. It is an open, royalty free, international information format developed through a process of collaboration between accountants and technologists from all over the world who came together to form the XBRL International.
- In India, the Ministry of Corporate Affairs, has required certain classes of companies to file their financial statements in XBRL form only from the year 2010 – 2011 and such financial statements are required to be certified by CA / CS / CWA n whole time practice before filing with the Ministry.
- The Ministry of Corporate Affairs has vide its general circular no 16/2012 dated 06.07.2012 has mandated following categories of companies to file their annual accounts in XBRL.  
All companies listed in India and their Indian subsidiaries; or  
All companies with a paid-up share capital of Rs. 5 crores and above; or  
All companies with a turnover of Rs. 100 crores and above.
- In India, the XBRL taxonomy has been developed by the Ministry of Corporate Affairs (MCA), based on the requirements of:
  - Schedule VI of Companies Act;
  - The Accounting Standards; and
  - SEBI Listing requirements.

- Following steps are involved in filing of XBRL
  - Creation of XBRL instance document
  - Download XBRL validation tool from MCA portal
  - Use the tool to validate the instance document
  - Perform pre-scrutiny of the validated instance document through the tool
  - Attach instance document to the Form 23AC and Form 23ACA
  - Submitting the Form 23ACA and Form 23ACA on the MCA portal
- ✓ From the financial year 2011-12, every company are required to present their financial statements as per Revised Schedule VI of the Companies Act, 1956.

### **7. Limited Liability Partnership**

- ✓ Limited Liability Partnership Act (LLP) came into force from 1<sup>st</sup> April, 2009.
- ✓ LLP to be a "body corporate" and a separate entity which can own properties in its own name and it alone will be liable for all its liabilities.
- ✓ Incorporation procedure of LLP is similar to that of Company Formation. In LLP Act, the terms that are not defined, shall have the meaning under the Companies Act, 1956.
- ✓ "Limited Liability Partnership Agreement" means any written agreement made between the partners of LLP or between the LLP and its partners which determines mutual rights and duties of the partner and their rights and duties in relation to Limited Liability Partnership. The obligation of a partner for the contribution shall be as per the Limited Liability Partnership Agreement.
- ✓ The LLP is required to designate two partners who will be liable for filing returns, documents etc. with the registrar.
- ✓ In LLP, minimum no. of partners required is two and there is no restrictions on maximum number of partners.
- ✓ The accounts of LLP should be audited within 6 months from the end of the financial year.
- ✓ Existing firm, private company and unlisted public company can be converted into LLP.

- ✓ LLP may be wound up voluntarily or by National Company Law Tribunal.
- ✓ The Annual Return in Form 11 should be filed within period of 60 days of closure of the financial year.
- ✓ Limited Liability Partnership will be treated as Normal Partnership firms for the Income Tax purpose. All the provisions relating to the Partnership firms will be applicable to the Limited Liability Partnership Firms.
- ✓ Conversion of company into Limited Liability Partnerships, transfer of assets as a result of such conversion will not to be subject to capital gains tax.

## **8. Useful Charts**

### ➤ **Cost Inflation Index**

F.Y.	Index	F.Y.	Index	F.Y.	Index	F.Y.	Index
1981-82	100	1989-90	172	1997-98	331	2005-06	497
1982-83	109	1990-91	182	1998-99	351	2006-07	519
1983-84	116	1991-92	199	1999-00	389	2007-08	551
1984-85	125	1992-93	223	2000-01	406	2008-09	582
1985-86	133	1993-94	244	2001-02	426	2009-10	632
1986-87	140	1994-95	259	2002-03	447	2010-11	711
1987-88	150	1995-96	281	2003-04	463	2011-12	785
1988-89	161	1996-97	305	2004-05	480	2012-13	852

## ➤ Depreciation Chart as per Income Tax

	Nature of Asset	Rate
<b>Building</b>		
Block 1	Residential Building other than hotels and boarding houses	5
Block 2	Office, factory, godowns or building – not mainly residential purpose	10
Block 3	Temporary erection such as wooden structures	100
<b>Furniture</b>		
Block 4	Furniture – Any Furniture/ fittings including electrical fittings	10
<b>Plant &amp; Machinery</b>		
Block 5	Any Plant or Machinery (not covered by block 6,7,8,9,10,11 or 12) & motor cars (other than those used in a business of running them on hire) acquired or put to use on or after April 1, 1990	15
Block 6	Ocean going ships, vessels ordinary operating on inland waters including speed boat	20
Block 7	Buses, lorries & taxies used in business of running them on hire, machinery used in semi-conductor industry, moulds used in rubber & plastic goods factories	30
Block 8	Aeroplanes , Life saving medical equipments	40
Block 9	Containers made of Glass & plastic used as refills , new commercial vehicle which is acquired during Jan 1, 2009 & Sept 30, 2009 & is put to use before Oct1, 2009 for the purpose of business/ profession	50
Block 10	Computer including computer software, Books (other than annual publication) owned by a professional	60
Block 11	Energy saving devices; renewal energy devices; rollers in flour mills, sugar work & steel industry	80
Block 12	Air pollution control equipments; water pollution control equipments; solid waste control equipments, recycling & resource recovery systems; books (being annual publications) owned by assesses carrying on a profession or books (may or may not be annual publications) carrying on business in running lending libraries.	100
<b>Intangible Assets</b>		
Block 13	Intangible assets (acquired after march 31, 1998) – Know-how, patents, copyrights, trademarks, licences, franchises & any other business or commercial rights of similar nature.	25

## ➤ Depreciation Chart as per Company Law

<i>Nature of the Asset</i>		<i>WDV %</i>	<i>SLM%</i>
<b>Building</b>			
Building (other than factory buildings)		5	1.63
Factory Buildings		10	3.34
Purely Temporary erections such as wooden structures		100	100
<b>Plant and Machinery</b>			
Plant and Machinery (not being ship) other than continuous process plant for which no special rate has been prescribed.	Single Shift	13.91	4.75
	Double Shift	20.87	7.42
	Triple Shift	27.82	10.34
Electrical Machinery, X-ray & electrotherapeutic apparatus & accessories thereto, medical diagnostic equipments, namely, Catscan, Ultrasound Machine, ECG Monitors.	Single Shift	20	7.07
Motor Cars, Motor cycles, scooters & other mopeds.	Single Shift	25.89	9.5
Electrically operated vehicles including battery powered or fuel cell powered vehicles	Single Shift	20	7.07
Machinery used in the manufacture of electronic goods or components.	Single Shift	15.62	5.38
	Double Shift	23.42	8.46
	Triple Shift	31.23	11.87
Earth-moving machinery employed in heavy construction works, such as dams, tunnels, canals, etc.	Single Shift	30	11.31
Motor buses & Motor lorries other than used in a business or running them on hire.	Single Shift	30	11.31
Motor buses, motor lorries & motor taxis used in a business or running them on a hire.	Single Shift	40	16.21
Rubber & plastic goods factories Moulds.	Single Shift	40	16.21
Data processing Machines including computers.	Single Shift	40	16.21
Gas cylinders including valves & regulators.	Single Shift	40	16.21
<b>Furniture &amp; Fittings</b>			
General Rates		18.1	6.33
Rate of Furniture & Fittings used in hotels, restaurants & boarding houses, schools, colleges & other educational institutions, libraries, welfare centers, meeting halls, cinema houses, theatres & circus & for furniture & fittings let out on hire for use on the occasion of marriages and similar functions		25.88	9.5

➤ **Useful Websites**

Department	Websites
Income Tax	<a href="http://www.incometaxindia.gov.in">www.incometaxindia.gov.in</a>
Service Tax	<a href="http://www.servicetax.gov.in">www.servicetax.gov.in</a> / <a href="http://www.aces.gov.in">www.aces.gov.in</a>
Corporate Law	<a href="http://www.mca.gov.in">www.mca.gov.in</a> / <a href="http://www.llp.gov.in">www.llp.gov.in</a>
RBI	<a href="http://www.rbi.org.in">www.rbi.org.in</a>
Ministry of Finance	<a href="http://www.finmin.nic.in">www.finmin.nic.in</a>
Provident Fund	<a href="http://www.incometaxindia.gov.in">www.incometaxindia.gov.in</a>
ESIC	<a href="http://www.epfindia.nic.in">www.epfindia.nic.in</a>
Gujarat VAT	<a href="http://www.commercialtax.gujarat.gov.in">www.commercialtax.gujarat.gov.in</a>
Central Board of Customs & Excise	<a href="http://www.cbec.gov.in">www.cbec.gov.in</a>
Directorate General of Foreign Trade	<a href="http://www.dgft.gov.in">www.dgft.gov.in</a>
Right to Information	<a href="http://www.rti.gov.in">www.rti.gov.in</a>

**Disclaimer:**

This budget 2013-14 handout provides general information on budget 2013-14 and does not express our views. This hand out is meant for general guidance and no responsibility for loss arising to any person acting or refraining from acting as a result of any material contained in this handout will be accepted by us. It is recommended that professional advice be taken based on the specific facts and circumstances. This handout does not substitute the need to refer to the original pronouncement. This handout is intended only for the use of our staff personnel, clients and associates and may contain confidential or privileged material. Any review, dissemination or other use of, or taking of any action in reliance upon by other than the intended recipient is prohibited. If you receive this by error, you may return the material to the sender.





We, CA **Jinesh Shah** and CA **Jitendra Teelani** group of young Chartered Accountants, Started our Practice in April 2012. In the Year of Experience we learned various particle issue of our Taxation Fields. Along with that we learned the liaisioning with various government offices and Clients. A **Year of Experience** we would like to dedicate our success to our Parents, Brother, Wife, Seniors Colleague , various friends and staffs. We gratitude our special Thanks to Mr. Kuntal Shah, who has motivated a lot and has always kept us on the front.

This is our First Budget Book so we oblige for your comments and feedbacks. While writing this book we remembered one dialogue from the Dabangg Movie which states “Bhaiyaji- bohot bharosa hai khud pe?

Chulbul- Bharosa bhi himmat bhi, takhat bhi aur pagalpan” which motivates us to move ahead with Confidence and Excitement to do new things in order to grow Ahead.



“Budget 2013 has neither given you much nor has it taken things away from you that is probably a better way to put Budget 2013-14. Its all about minor tweaking in the rule book. I, appreciate the CA Jinesh and CA Jitendra for taking such initiative and to bring awareness about the Changes made in the Budget with some important provisions of the taxation. Glimpse of this book enables us to have the brief idea of the Budget and Changes in the Taxation.”

**Mr.Kuntal Shah**

**Director, Rosemoor Infrastructure Limited**

**Building Your Dreams**



Every Person should be Dabangg Outside and Chulbul Pandey Inside.



## SHAH TEELANI & ASSOCIATES

Chartered Accountants

415, Bhadraraj Complex, Nr Bank of India, Swastik Cross Road, C.G.Road, Ahmedabad – 380 009

Ph: (079) 40371733

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#### AHMEDABAD - BRANCH

10, GF, Tejendra III, B/h Anupam Cinema  
Opp. Ashima Mill, Khokhra  
Ahmedabad – 380 006

#### RAJKOT - BRANCH

401, Omega Tower, Opp. HDFC Bank  
Nalanda Society, Kalawad Road  
Rajkot – 360 001 | Ph: (0281) 2570571

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Website : [www.casnt.co.in](http://www.casnt.co.in)  
E-mail : [shahteelani@gmail.com](mailto:shahteelani@gmail.com)