

DEPARTMENT OF POSTS, INDIA

भारतीय डाक



DEPARTMENT OF POSTS

(OFFICE OF THE POSTMASTER GRADE -III JAYANAGAR HPO BANGALORE-560041) India Post

By Regd

TO, The Asst. Director (AA) Central Silk Board, CSB complex, BTM layout, Madivala - BG - 68.

A2/PLI/SERVICETAX/ACTS/JNR HPO /DLGS/DATED@BG-41 THE 24.05.2016

Dear Sir/Madam,

A copy of the PLI Directorate letter NO. 29-9/2013 -LI dated 11.5.16 revising the service tax on PLI/RPLI policy first year premium for each policy from 3.5% to 3.74% and for subsequent years premium from 1.75% to 1.87%, including Swatch Bharat cess and KRISHI KALYAN CESS with effect from 1st June 2016 (i.e., from the pay of May/2016) is enclosed.

Pursuant to PLI Directorate instructions, the service tax as noted above may please be collected from each policy from the PLI insurants of your organization, every time the premium is collected.

The service tax collected for each policy may please be shown separately in the monthly PLI list (which is submitted to the post offices). For any clarification please contact the undersigned or any nearby post offices.

The aforesaid service tax is levied by the union Government and not by the Department of Posts. Hence expect your full co-operation in this regard to collect and credit the service tax to the concerned.

ENCL: As above.



Your's Faithfully,

[Signature]
Postmaster / Post Office
Jayanagar, Bangalore H O.
Bangalore / Bangalore-560 041

DEPARTMENT OF POSTS, INDIA
Department of Posts
Directorate of PLI
Chanakyapuri PO Building, New Delhi-110021

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Dated 11th May, 2016

To,

All Heads of Circles
Additional DG, APS
Director Postal Life Insurance, Kolkata-700001
AGM (Operations), PLI Directorate, New Delhi

Subject: -Introduction of Krishi Kalyan Cess of 0.5 percent from 01st June 2016 on services coming within the purview of Service Tax.

Sir,

As per para 158 (1) to (5) of Finance Bill 2016, a cess called the Krishi Kalyan Cess, as service tax on all or any of the taxable services at the rate of 0.5 percent on the value of such services for the purposes of financing and promoting initiatives to improve agriculture or for any other purpose relating thereto shall be levied and collected. Accordingly, percentage of Service Tax, Swachch Bharat Cess and Krishi Kalyan Cess on PLI/RPLI premia collection wef 01st June 2016 will be as under: -

For 01st year

Service Tax-3.50%, Swachch Bharat Cess--0.12%, Krishi Kalyan Cess-0.12%

(Total 3.74%)

For subsequent years

Service Tax-1.75%, Swachch Bharat Cess--0.06%, Krishi Kalyan Cess-0.06%

(Total 1.87%)

The amount of Service Tax, Swachch Bharat Cess and Krishi Kalyan Cess collected on PLI/RPLI premia should be shown separately.

2. The information regarding heads of account under which the amount collected towards Krishi Kalyan Cess is to be booked has not been received so far. It will be intimated as and when received. It is requested that necessary action may please be taken in the light of above. Besides, DPLI Kolkata will circulate it amongst non-Postal units.

This issues with the approval of CGM (PLI).

(B. C. Satl)

Chief Accounts Officer