

**SBH**आधुनिक  
Modern  
नवोन्मेषी  
Innovative  
विश्वसनीय  
Dependableस्टेट बैंक ऑफ हैदराबाद  
State Bank of Hyderabad

e-Circular

प्रधानकार्यालय , गनफाऊन्ड्री  
HEAD OFFICE, GUNFOUNDRY  
हैदराबाद  
HYDERABAD

Serial No. 828

Circular No. PER/2016 - 17/89

DEPT: PERSONNEL DEPT

Date: 27-12-2016

All BRANCHES AND  
ADMINISTRATIVE OFFICES.**Subject :RELEASE OF FIXED DEPOSITS TAKEN FROM RETIRED EMPLOYEES  
TOWARDS INCOME TAX****RELEASE OF FIXED DEPOSITS TAKEN FROM RETIRED EMPLOYEES  
TOWARDS INCOME TAX ON PERQUISITE VALUE OF MONETARY  
(CONVEYANCE, CLEANSING, CASUAL LABOUR) AND NON-  
MONETARY (FURNITURE & ACCOMMODATION).**

Consequent to abolition of Fringe Benefit Tax by the Finance (No.2) Act, 2009 with effect from Financial Year 2009-10, certain perquisites on which the Bank was paying Fringe Benefit Tax have become taxable in the hands of the employees.

As per the directions of State Bank of India, our Bank with the approval of the competent authority has taken a decision to pay the Income Tax on behalf of its employees on the perquisite value of Monetary ( Conveyance, Cleansing, Casual Labour) and Non-monetary (Furniture and Accommodation) provided to its employees. Accordingly, the Bank has been paying tax on above perquisites provided to its employees from the FY 2009-10.

At the request of the retirees, it has been decided by the Bank to refund the amount recovered from retirees towards tax paid by Bank on above perquisites which amounts were held in Fixed Deposits from FY 2009-10 onwards, to them duly obtaining an undertaking as per Annexure.

All the Salary Disbursing Authorities are advised to refund the amount along with interest if any, so recovered from retirees which amounts were kept in Fixed Deposits after thorough verification that the deposits pertain to the relevant period i.e. 2009-10 onwards, and also to respective individual retirees, against their acknowledgement.

All members of staff are advised to note the contents of the circular for compliance.

A handwritten signature in black ink, featuring a large, stylized 'K' and 'R' with a horizontal line at the bottom.

(KORDA HARIHAR RAO)  
GENERAL MANAGER (HR&PBD)