

Shreya

Consultancy

FRINGE BENEFITS TAX (FBT)

Financial Year	2005-06
Applicability	Except Individual, HUF and Trust all assessees including Companies under loss
Tax Rate :	30%+ Surcharge + cess
Person responsible :	Employer
Exemptions	Taxable perquisites

Particulars	Amount Spent / Reimbursed	Percentage taxable	Taxable benefit	Tax @ 33.66%
Free or concessional ticket for private journeys	-	100%	-	-
Contribution to approved superannuation fund	-	100%	-	-
Entertainment	-	20%	-	-
Hospitality ¹	-	20%	-	-
Conference Other than Participation fee, including travel, hotel, boarding and lodging	-	20%	-	-
Sales Promotion incl publicity excl advertisement	-	20%	-	-
Employee's welfare	-	20%	-	-
Conveyance, tour and travel (incl Foreign) ²	-	20%	-	-
Hotel, Boarding and lodging facilities ³	-	20%	-	-
Repair, running (incl Fuel), maintenance of motorcars and depreciation thereon ⁴	-	20%	-	-
Repair, running (incl Fuel), maintenance of aircrafts and depreciation thereon ⁵	-	20%	-	-
Telephone including mobile	-	20%	-	-
Maintenance of guest house	-	20%	-	-
Festival celebrations	-	50%	-	-
Health club and similar facilities	-	50%	-	-
Club facilities	-	50%	-	-
Gifts	-	50%	-	-
Scholarships	-	50%	-	-
TOTAL	-		-	-

Effective rate of fringe benefit tax

#DIV/0!

Note

- For employer engaged in the business of hotel percentage of taxability for hospitality is 5% instead of 20%. Includes hospitality of every kind to any person not only for employees but does not include food or beverages provided in office or factory (Canteen facility) and payment through paid vouchers, usable only at eating joints or outlets not transferable (like Sodexo's).
- For employer engaged in the business of construction, manufacture or production of pharmaceuticals/ computer software, percentage of taxability for conveyance, tour and travel is 5% instead of 20%
- For employer engaged in the business of manufacture or production of pharmaceuticals/computer software, percentage of taxability for hotel, boarding and lodging is 5% instead of 20%
- For employer engaged in the business of carriage of passengers or goods by motorcar, percentage of taxability for repair, running (including fuel) maintenance of motor car and the amount of depreciation thereon is 5% instead of 20%
- For employer engaged in the business of carriage of passengers or goods by aircrafts, percentage of taxability for repair, running (including fuel) maintenance of aircrafts and the amount of depreciation thereon is Nil