

PAN Card mandatory for Deposits, Withdrawals above INR 20 Lacs in a year

CBDT vide a notification has mandated quoting of PAN card while entering into several transactions, details of which are as under:

Rule 114

For transactions specified under clause "(vii) of sub-section (1) of section 139A i.e., in the case of a person who intends to enter into the transaction prescribed by the Board in the interest of revenue, PAN is now required at least seven days before the date on which he intends to enter into the said transaction.

Rule 114BA

A new rule 114BA has been inserted for specifying the transactions referred to in clause (vii) of sub-section (1) of section 139A. The list of transactions is as under:

- Cash deposit or deposits aggregating to twenty lakh rupees or more in a financial year, in one or more account of a person with a banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act) or a Post Office;
- Cash withdrawal or withdrawals aggregating to twenty lakh rupees or more in a financial year, in one or more account of a person with a banking

company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act) or a Post Office;

- Opening of a current account or cash credit account by a person with a banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act) or a Post Office.

Rule 114BB

The said rule shall be inserted after the expiry of sixty days from the date on which this notification is published in the Official Gazette. The rule has been inserted for transactions referred to in sub-section (6A) of section 139A and prescribed person for the purposes of clause (ab) of Explanation to section 139A. Rule 114BB has been inserted to specify that (1) Every person shall, at the time of entering into a transaction specified in column (2) of the Table below, quote his permanent account number or Aadhaar number, as the case may be, in documents pertaining to such transaction, and every person specified in column (3) of the said Table, who receives such document, shall ensure that the said number has been duly quoted and authenticated.



S. No.	Nature of transaction	Person
(1)	(2)	(3)
1	Cash deposit or deposits aggregating to twenty lakh rupees or more in a financial year, in one or more account of a person with- <ul style="list-style-type: none">• A banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act);• Post Office	<ul style="list-style-type: none">• A banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act);• Post Master General as referred to in clause (j) of section 2 of the Indian Post Office Act, 1898 (6 of 1898).
2	Cash withdrawal or withdrawals aggregating to twenty lakh rupees or more in a financial year, in one or more account of a person with- <ul style="list-style-type: none">• A banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act);• Post Office	<ul style="list-style-type: none">• A banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act);• Post Master General as referred to in clause (j) of section 2 of the Indian Post Office Act, 1898 (6 of 1898).
3	Opening of a current account or cash credit account by a person with- <ul style="list-style-type: none">• A banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act);• Post Office	<ul style="list-style-type: none">• A banking company or a co-operative bank to which the Banking Regulation Act, 1949 applies (including any bank or banking institution referred to in section 51 of that Act);• Post Master General as referred to in clause (j) of section 2 of the Indian Post Office Act, 1898 (6 of 1898).

Further, the permanent account number or Aadhaar number along with demographic information or biometric information of an individual shall be submitted to the Principal Director General of Income-tax (Systems) or Director General of Income-tax (Systems) or the person authorized by the Principal Director General of Income-tax (Systems) or Director General of Income-tax (Systems) with the approval of the Board, for the purposes of authentication referred to in section 139A.

(3) The Principal Director General of Income-tax (Systems) or Director General of Income-tax (Systems) shall lay down the formats and standards along with procedure for authentication of permanent account number or Aadhaar number.

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