

Notification No. 50/2021

Income tax (15th Amendment) Rules, 2021

Dated - 5th May, 2021

CBDT notifies rules for LTC (Leave Travel Concession) Cash Voucher Scheme [Section 10(5)] vide which LTC Exemption of Rs. 36000 per family member For FY 2020-21 available to Employees of Both Private & Government Sector. Rules are notified vide Notification No. 50/2021-Income Tax Dated: 5th May, 2021 by inserting Sub-Rule 1A & IB in Rule 2B of Income Tax Rules.

(CBDT) has notified the amendment in Rule 2B of the Income Tax Rules where the provisions relating to exemption in respect of Cash Allowance received in lieu of Leave Travel Concession (LTC) has been incorporated. The move would be beneficial to the employees who had not been able to avail of LTC in the block of 2018-21 due to the COVID-19 pandemic and the nationwide lockdown.

As per the amended rules, a new provision, specified employees, who avails any cash allowance from his employer in lieu of any travel concession or assistance for himself and the members of his family, will get an exemption up to thirty-six thousand rupees or one-third of the specified expenditure, whichever is less, subject to conditions prescribed.

For more details, please follow:

https://www.incometaxindia.gov.in/communications/notification/notification_50_2021.pdf