GOVERNMENT OF INDIA FINANCE LOK SABHA

UNSTARRED QUESTION NO:2170 ANSWERED ON:05.12.2014 TAX ON NRIS Premachandran Shri N.K.

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government proposes to introduce tax on the amount received in India from Non-Resident Indians (NRIs);
- (b) if so, the details thereof and the reasons for charging tax on NRIs;
- (c) whether the Government received request from Government of Kerala requesting withdrawal of such tax imposed on NRIs; and
- (d) if so, the details thereof and the action taken by the Government thereon?

Answer

FINANCE MINISTER: (SHRI ARUN JAITLEY)

(a) & (b) The income of a person is liable to tax in India in accordance with the provisions of the Income-tax Act, 1961 read with the relevant Double Taxation Avoidance Agreement (DTAA).

Further, amendments to the provisions of the Income-tax Act, 1961 are considered during the annual budgetary exercise and the outcome of such examination is reflected in the Finance Bill presented before the Parliament.

- (c) No, Madam.
- (d) Does not arise in view of (c) above.