

## Dear NRI Customers,

We are happy to reach you through our newsletter 'NRI INFO BEAM' February 2021 edition.

### Budget 2021

Market gave thumbs up to the Budget 2021, as there was no negative news or unexpected surprise, no covid cases, no additional tax on High Networth Individuals in the budget, no change in direct tax structure.

### One Person company

As a measure which directly benefits Start-ups and Innovators, The following are proposed for One Person Companies (OPCs) at their incorporation

- By allowing OPCs to grow without any restrictions on paid up capital and turnover.
- Allowing their conversion into any other type of company at any time
- Reducing the residency limit for an Indian citizen to set up an OPC from 182 days to 120 days
- Allowing Non Resident Indians (NRIs) to incorporate OPCs in India.

### Relaxation to NRI

- When a non-resident Indian returns to India, they have issues with respect to their income accrued on foreign retirement benefit account due to mismatch in taxation period.
- They also face difficulties in getting credit for Indian taxes in foreign jurisdiction
- Thus it is proposed to notify rules for removing hardship of double taxation

### Exemption from Audit

- To incentivise digital transactions and reduce compliance burden, limit for

tax audit is increased from 5 crore to 10 crore for those who carry out 95% of their transactions digitally.

### Relief for Dividend

- Advance tax liability on dividend income shall arise only after the declaration/payment of dividend. For Foreign Portfolio Investors, deductions of tax are applicable on dividend income at lower treaty rate.

### Relief in foreign investment into infrastructure sector

- In order to boost investment in India relaxation has been given in some of the condition related to prohibition on private funding, restriction on commercial activities and direct investment in infrastructure.

### Foreign Currency Non- Resident Deposit FCNR (B) rates w.e.f 01.02.2021

CCY	1 < 2 Yrs	2 < 3 Yrs	3 < 4 Yrs	4 < 5 Yrs	5 Yrs only
USD	0.75	0.77	0.78	0.90	1.03
GBP	0.42	0.52	0.57	0.63	0.69
EUR	0.00	0.00	0.01	0.01	0.01
JPY	0.00	0.00	0.00	0.00	0.00
CAD	0.67	0.57	0.68	0.81	0.93
AUD	0.23	0.25	0.32	0.47	0.62
CHF	0.00	0.00	0.00	0.00	0.00
SGD	0.50	0.55	0.63	0.73	0.84

### NRE Term Deposit rates w.e.f 05.02.2021

Period	Less Than Rs. 2 Cr.	Rs. 2 Cr. to Rs. 5 Cr.
1 year	5.00	3.55
1 < 2 Yrs	5.10	3.25
2 < 3 Yrs	5.10	3.25
3 < 5 Yrs	5.25	3.25
5 Yrs	5.25	3.25
Above 5 yrs	5.15	3.25

## Remit funds from abroad to an Indian Bank account

Remittance can be made in USD, GBP, EUR, AUD, CAD, JPY, CHF and SGD to an Indian Bank account by means of SWIFT Transfer.

### Remittance Details required by the Remitting Bank for easy transfer of funds to Destination Indian Bank branch

Name of the Remitter			
Address			
Currency		Amount	
<b>Correspondent Bank Details</b>			
Correspondent Bank Name		The Nostro Account number of Indian Bank with the respective Nostro Correspondent	
Swift Code of Correspondent Bank			
<b>Beneficiary Bank account Details</b>			
Beneficiary Bank Name	Indian Bank	Address of Beneficiary Bank	
Beneficiary Bank's Branch Name			
Swift Code of Beneficiary Bank			
Beneficiary's Name			
Beneficiary's Bank Account No			
Any other details (such as purpose, Invoice No or whether funds to be used for opening FCNR account etc)			

- Details of our Currency-wise Correspondent Banks/ SWIFT Code/Our Account Number etc are available in the link below.

<https://www.indianbank.in/departments/remit-of-india/#!>

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*Write us your feedback and suggestions to improve our products and services.*