



TAXES

The CBDT issues Notification for a New Form 29D for Refund of Tax Deducted

The Central Board of Direct Taxes (CBDT) issued a notification on 17th August 2022 in relation to Form 29D for a refund of the tax deducted. The notification stated that the CBDT Board had issued the particular notification in accordance with the Income-tax (26th Amendment) Rules, 2022.

Through the exercise of powers conferred in sub-section (1) of section 239A, read with section 295 of the Income Tax Act, 1961 (43 of 1961), the Central Board of Direct Taxes made the following amendments to the Income Tax Rules, 1962 -

- The amendment added a new Rule 40G to the Income-tax Rules of 1962 relating to Refund Claims under Section 239A.
- These rules may be called the Income-tax (26th Amendment) Rules, 2022.
- These rules are to come into force from the date of their publication in the Official Gazette.

In the Income-tax Rules, 1962 (hereinafter referred to as the principal rules), -

In Part VIII, before rule 41, the following rule shall be inserted, namely:-

(1) “40G. Refund claim under section 239A.—(1) A claim for refund under section 239A shall be made in Form No. 29D.

(2) The claim under sub-rule (1) shall be accompanied by a copy of an agreement or other arrangement referred to in section 239A.

(3) The claim under sub-rule (1) may be presented by the claimant himself or through a duly authorised agent.”

In rule 41, in sub-rule (1), after the words and figures “under Chapter XIX,” the brackets, words and figures “(other than under section 239A)” are to be inserted.

Section 239A states that if no tax deduction was required, a taxpayer might apply to the Assessing Officer for a refund of tax deducted under Section 195 on any income (except interest), and in accordance with Rule 40G, a claim for the refund under Section 239 A is to be filled through Form No. 29D. This claim is to be attested with a copy of the agreement or other arrangement which is referred in Section 239A, where the claim can be presented directly by the claimant or a duly authorised agent.

Form No. 29D basically deals with the application which can be submitted by a person under section 239A of the Income Tax Act, 1961, for a refund of tax deducted.

Official Circular attached - [here](#)



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