



NORTHERN COALFIELDS LIMITED

(A Mini Ratna Company)

Sales & Marketing Deptt.

PO- Singrauli Colliery, Distt- Singrauli, MP- 486 889

(An ISO 14001, ISO 9001, OHSAS-18001 &

SA 8000 Certified Company)

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No.NCL/SGR/Sales/12-13/

Dated: 07.07.2012

Notice to all e-Auction consumers/buyers and linked consumers

It is to notify that Finance Ministry has amended section 206C of Income Tax Act, 1961 under finance Act 2012 w.e.f. 01.07.2012, which deals with TCS (Tax collected at source). As per the amended section 206C, the seller of coal has to collect TCS @ 1% from the buyer.

In view of the above, all successful e-Auction buyers/consumers and linked consumers drawing coal by road are hereby notified that against the booking of July'12, amount @ 1% of the gross coal value (including all taxes & levies) is to be deposited within 7 days from the date of issue of of this notice. It is to be noted that if the levied tax is not deposited within the referred period, 'Allotment Order' will be issued after adjustment of the said tax from the amount already deposited and the booked quantity would be accordingly reduced.

It is further to be informed, 1% or one truck load (whichever is higher) of the balance unlifted quantity of the coal/ rejects as on 01.07.2012 has been withheld against all the running 'Allotment Orders' at the projects till the levied tax is not submitted.

However, TCS would not be collected if the buyer is 'Public Sector Company' or if such buyer furnishes a declaration in Form 27C (in duplicate) to the effect that the coal purchased would be utilized for the purposes of the manufacturing, processing or producing articles or thing or for the purposes of generation of power and not for trading purposes.

This is for information of all consumers/buyers of e-Auction/Linkage for immediate compliance.

Chief General Manager (S&M)

Copy for implementation to:

1. Chief-Manager (Sales-Operation)
2. Sr. Manager (Min-Sales)
3. Sr. Manager (Fin-Sales)

Distribution:

1. General Manager (System)- with a request to upload on NCL's website.
2. Notice Board – Sales & Marketing deptt.
3. Notice Board – All the projects.