

# *An Important Announcement*

## Linking of PAN with Aadhaar

### Greetings from SBM Bank India!

We would like to inform you about the applicability of Section 139AA(2) of the Income tax Act, 1961. As per Section 139AA(2), every person who has been allotted a Permanent Account Number ('PAN') and is eligible to obtain Aadhaar number is required to intimate his/her Aadhaar number to the Income tax department (by logging on the Income Tax Portal).

It is also pointed out that as per Rule 114AAA of the Income Tax Rules, 1962, if a person fails to intimate his/her Aadhaar number as explained above, the status of PAN of such person shall be converted to in-operative. Once the PAN is classified as inoperative, it shall be deemed that he/she has not furnished, intimated or quoted the PAN, in accordance with the provisions of the Act, and the person shall be liable for the relevant consequences under the Act for not furnishing, intimating or quoting the PAN.

**The current date for the above PAN-Aadhaar linkage is June 30, 2021.**

**Your attention is specially drawn to following implications for non-linking of PAN with Aadhaar.**

- Application of higher rate of TDS under section 206AA of the Act
- Application of higher rate of TCS under section 206CC of the Act
- Subject to applicability of Rule 114B of the Income Tax Rules, transactions mandatorily requiring furnishing of PAN may be restricted

You are therefore reminded to link your Aadhaar with PAN, in case you have not done so as yet, to avoid the above consequences/inconvenience.

You may visit the Income Tax Department's portal for clarification required, if any, or alternatively, you may also contact your home branch.