

**PANJAB UNIVERSITY, CHANDIGARH**  
**OFFICE OF THE FINANCE & DEVELOPMENT OFFICER**

To

All the Chairpersons/  
Coordinators of All Centres/  
Heads of the Departments/Branches  
Directors of Regional Centres/  
Panjab University, Chandigarh.

No. 17725-17924/A

Dated: 18/3/2021

**Subject: Income Tax on the interest income on the contribution to CPF/GPF Fund.**

Sir/Madam,

As you all are aware that as per the budget announcement for the year 2021-22, the interest income on the contribution to CPF/GPF beyond the limit of 2.50 lakh shall be treated as income for the purpose of calculation of income tax for the financial year 2021-22. Therefore, the interest on contribution over and above Rs.2.5 lakh shall be treated as the income of concerned employee/subscriber for the purpose of calculation of TDS for the financial year 2021-22.

As per the present practice any subscriber of CPF/GPF may request for change in monthly contribution at any time during a financial year. However, in the wake of above provision, it will not be possible to change the amount of non-contributory/voluntary contribution in between a financial year.

In view of the position explained above, all the subscribers of CPF/GPF fund are advised that any request for change, i.e., increase/decrease in the non-contributory/voluntary contribution towards the CPF/GPF fund shall be accepted only in the month of March (i.e., between 1<sup>st</sup> of March to 22<sup>nd</sup> of March every year).

With regards,

Yours sincerely,

*D.R. Manchanda*  
D.R. (Accounts)

Copy to the following for information/necessary action:

1. SVC for kind information of the Hon'ble Vice Chancellor.
2. The Registrar, P.U., Chandigarh for information.
3. Finance & Development Officer for information.
4. Director, Computer Centre with a request to circulate the above circular through the official emails of the addressees as above.