



CENTRAL OFFICE

HUMAN CAPITAL MANAGEMENT DEPT – INDUSTRIAL RELATION & POLICY WING

CO/HCM/IRP/2022-23/227

24.03.2023

ALL CENTRAL BANK OF INDIA RETIREES ENROLLED UNDER GROUP HEALTH INSURANCE SCHEME 2022-23 AS ENVISAGED BY IBA

BANKS CONTRIBUTION TOWARDS RETIREES HEALTH INSURANCE SCHEME 2022-23 AS ENVISAGED BY IBA.

Attention is invited to our Staff Circular No. 1240 dated 20.10.2022 regarding Bank's contribution towards Retirees Health Insurance Scheme 2022-23.

As a welfare measure, an amount of ₹ 5000/- per retiree to all those retirees who enrolled under Group Health Insurance Scheme as envisaged by IBA was credited to the respective retirees account.

We have been receiving queries from various quarters seeking clarifications with respect to computation of Income Tax for the said amount.

Accordingly, as per opinion obtained from Taxation Dept. Central Office, it is hereby informed that a retired employee will not get the benefit of proviso to section 17 (2) and the amount of ₹ 5000/- received by retirees from the bank will be taxable in their hands.

All retirees enrolled under GHIS-IBA Retirees Scheme 2022-23 are advised to take a note of the above while filing Income Tax Returns for the F.Y. 2022-23.

**(SMRUTI RANJAN DASH)
GENERAL MANAGER-HCM**