

Dear Captain Saab,

Please pass the important message regarding Income Tax relief to all seafarers on board your Ship.

With warm regards,
(Abdulgani Y. Serang)
General Secretary-cum-Treasurer
Vice Chair, ITF Seafarers Section- Asia Pacific Region
Vice Chair, ITF Asia Pacific Region

Dear Brothers and Sisters,

Sub : Great News For Seafarers (Income Tax Relief)

No Income Tax for Seafarers on NRE Account.

Clarification received from Income Tax Department, Ministry of Finance, New Delhi (Copy Enclosed)

Consistent efforts of NUSI and MUI has resulted in this positive development.

With warm regards,
(Abdulgani Y. Serang)
General Secretary-cum-Treasurer
Vice Chair, ITF Seafarers Section- Asia Pacific Region
Vice Chair, ITF Asia Pacific Region

Long Live NUSI

Long Live Seafarers Unity

***Income tax Circular no. 13/2017 attached below**

F. No: 500107/2017-FT &TR-V
Government of India
Ministry of Finance
Department of Revenue
Central Board of Direct
Taxes Foreign Tax & Tax
Research - II
FT a TR-V Division

New Delhi;, dated 11.04.2017

Subject: Clarification regarding liability to income-tax in India for a non-resident seafarer receiving remuneration in NRE (Non Resident External) account maintained with an Indian Bank.

Representations have been received in the Board that income by way of salary, received by non-resident seafarers, for services rendered outside India on-board foreign ships, are being subjected to tax in India for the reason that the salary has been received by the seafarer into the NRE bank account maintained in India by the seafarer.

The matter has been examined in the Board Section 5(2)(a) of the Income-tax Act provides that only such income of a non-resident shall be subjected to tax in India that is either received or is deemed to be received in India. It is hereby clarified that salary accrued to a non-resident seafarer for services rendered outside India on a foreign ship shall not be included in the total

Income merely because the said salary has been credited in the NRE account maintained with an Indian bank by the seafarer.

(Subhash Jangala)
Under Secretary (FT&tTR-V)

To

- (a) Chalmrnan. Members and all other Officers of the Central Board of Direct Taxes.
- (b) Pro (CITIPr.DGIT /(CIT/OGIT with a request to circulate the same amongst all Officers in their Region I Charge.
- (c) Commissioner (Media Et Technical Policy) and Official Spokesperson, CBDT.
- (d) Addl Director General of Incorne-tax (PR, PP &. ()L)
- Ie) ITCC Section of (BDT (3 copies)
- (f) ADG (Systems)-V for uploading on the Departmental website. (g) Database [ell for uploading on the IR~ Officers website.
- (h) Hindi cell of Department of Revenue, for Hindi translation.
- (i) Guard File.

(Subhash Jangala)
Under Secretary (FT&tTR-V)