Finance (No.2) Act, 2004

Section 10 - In

SECTION 5: Amendment of S.10 of the Income-tax Act, 1961) -- (a) in clause (4), in sub-clause (ii), after the proviso, the following proviso shall be inserted with effect from the 1st day of April, 2006, namely- "Provided further that nothing contained in this sub-clause shall apply to any income by way of interest paid or credited on or after the 1st day of April, 2005 to the Non-Resident (External) Account of such individual;"; (b) in clause (6BB), for the words, figures and letters "an agreement entered after the 31st day of March, 1997 but before the 1st day of April, 1999 and approved by the Central Government in this behalf, the words, figures and letters "an agreement entered into after the 31st day of March, 1997 but before the 1st day of April, 1999, or entered into after the 31st day of March, 2005 and approved by the Central Government in this behalf shall be substituted with effect from the 1st day of April, 2006; (c) in clause (15),-- (A) after sub-clause (iiib), the following sub-clause shall be inserted with effect from the 1st day of April, 2005, namely- "(iiic) Interest payable to the European Investment Bank, on a loan granted by it in pursuance of the framework-agreement for financial cooperation entered into on the 25th day of November, 1993 by the Central Government with that Bank;"; (B) in sub-clause (iv), in item (fa), after the words "by a scheduled bank", the words, figures and letters "before the 1st day of April, 2005" shall be inserted with effect from the 1st day of April, 2006; (d) in clause (15A), before the Explanation, the following proviso shall be inserted with effect from the 1st day of April, 2006, namely- "Provided that nothing contained in this clause shall apply to any such agreement entered into on or after the 1st day of April, 2005."; (e) after clause (18), the following clause shall be inserted with effect from the 1st day of April, 2005, namely- "(19) family pension received by the widow or children or nominated heirs, as the case may be, of a member of the armed forces (including paramilitary forces) of the Union, where the death of such member has occurred in the course of operational duties, in such circumstances and subject to such conditions, as may be prescribed;"; (f) in clause (23FB), with effect from the 1st day of October, 2004,-- (i) in Explanation 1, for clause (c), the following clause shall be substituted, namely- '(c) "venture capital undertaking" means a venture capital undertaking referred to in the Securities and Exchange Board of India (Venture Capital Funds) Regulations, 199 made under the Securities and Exchange Board of India Act, 1992 and notified as such in the Official Gazette by the Board for the purposes of this clause;'; (ii) Explanation 2shall be omitted; (g) in clause (23G), before Explanation 1, the following proviso shall be inserted with effect from the 1st day of April, 2005, namely- "Provided that the income, by way of dividends, other than dividends referred to in