

**PROPOSED RATES AT WHICH DEPRECIATION ON
“BUILDINGS”, “FURNITURE AND FITTINGS” AND
“INTANGIBLE ASSETS” IS TO BE MADE ADMISSIBLE FROM
ASSESSMENT YEAR 2003-2004**

The Central Board of Direct Taxes has proposed rates at which depreciation on “Buildings”, “Furniture and Fittings” and “Intangible Assets” is to be made admissible from assessment year 2003-2004. The details are given below.

Comments and suggestions are invited from trade associations, chambers, professionals and other related persons on the suggested rates. Such comments may be forwarded to the Joint Secretary (TPL), Central Board of Direct Taxes (Fax No. 011-3012859) latest by 20th March, 2002.

In Part A relating to TANGIBLE ASSETS, for the headings "I. BUILDING" and "II. FURNITURE AND FITTINGS" the following shall be substituted, namely:-

"I. BUILDINGS

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| (1 Buildings used for residential purposes | 5 |
|) | |
| (2 Buildings which are used mainly for commercial purposes | 10 |
|) including hotels, restaurants and boarding houses; schools, colleges and other educational institutions; libraries, welfare centres; meeting halls; cinema houses; theatres and circuses; hospitals and nursing homes; shopping complexes; warehouses and office premises. | |
| (3 Purely temporary erections such as wooden structures | 100 |
|) | |

II. FURNITURE AND FITTINGS

- | | |
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| (1 Rate applicable to furniture and fittings not covered by sub- | 10 |
|) item (2) below | |
| (2 Furniture and fittings, including electrical fittings, used in | 15 |
|) hotels, restaurants and boarding houses; schools, colleges and other educational institutions; libraries; welfare centres; meeting halls; cinema houses; theatres and circuses; hospitals and nursing homes; shopping complexes; warehouses; office premises and furniture and fittings let out on hire for use on the occasion of marriages and similar functions | |

In Part B relating to INTANGIBLE ASSETS, for the figures "25" occurring in column 2, the figures "15" shall be substituted.