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# MASTER INDEX

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## CORPORATE SOCIAL RESPONSIBILITY

### CSR & SOCIAL GOVERNANCE

PART I - CORPORATE SOCIAL RESPONSIBILITY

PART II - SOCIAL GOVERNANCE



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- As per Explanation 2 to Section 37(1) of Income Tax Act 1961.
- Expenditure incurred by company pursuant to provisions of Section 135 of Companies Act 2013, shall not be deemed to be expenditure incurred for purpose of business or profession.
- However, CSR expenditure that falls under Section 30 to Section 36 of Income Tax Act 1961 would be allowed as deduction subject to conditions as specified in respective sections.
- Moreover, CSR donations are eligible for deduction under Section 80G of Income Tax Act 1961 subject to specified exemptions.



## GST Input Tax Credit

- As per Section 16(1) of CGST Act, a registered person is eligible to avail input tax credit on goods or services supplied to it.
- Provided that, it is used by it in :-
  - a) Furtherance of business
  - b) ~~Normal~~ Normal Course of business
- However Section 17(5) provides a list of goods & services on which ITC can not be ~~avai~~ availed.
- In the case of M/S Polycab Wires Pvt Ltd it was held that ITC will not be available.
- However, in case of Re. Essel Propack Htl Input Tax Credit was allowed considering CSR as expense done for furtherance of business.
- Conclusion :- Availing ITC on CSR is possible as it is not debarred by any law, however it would depend on case to case basis & at