

Clarifications for the GBI Applicants under
Extension Wind GBI Scheme announced by MNRE

a) For projects commissioned between 01.04.2012 to 31.03.2014.

As the Accelerated Depreciation benefit was not available during the period 01.04.2012 to 31.03.2014. Therefore, this is to clarify that the Wind Power Producers may continue to claim Generation Based Incentive (GBI) irrespective of the rate of depreciation opted by them i.e. 7.69% on SLM basis or 15% on WDV method + 20% Additional in the 1st Year of commissioning of WTGs as provided under Income Tax Act 1961.

However, this is applicable only for the projects commissioned during the period 01.04.2012 to 31.03.2014 and are also eligible under Extension Wind GBI Scheme announced by MNRE vide notification dated 04.09.2013.

b) For projects commissioned on or after 01.04.2014.

As the Accelerated Depreciation benefit has been reintroduced by Ministry of Finance, Department of Revenue vide notification no. 43/2014/F.No.152/1/2013-TPL dt. 16th September, 2014.

Therefore, this is to further clarify that Generation Based Incentive (GBI) can now only be claimed by the Wind Power Producers who will charge rate of depreciation @ 7.69% on S.L.M. basis prescribed under Rule 5(1A) of Income Tax Rule 1962 as clarified by MNRE and MoF.

This is applicable only for the projects commissioned on or after 1st April 2014 and are also eligible under Extension Wind GBI Scheme announced by MNRE vide notification dated 04.09.2013.