



How to create food coupon component (Earnings and Deduction)

1: How to create Food Coupon Earning component

Go to **Company Settings >> Salary Components >> New**

Refer the below-mentioned screen shot to create the same

The screenshot shows the 'Add Salary Component' form in the Payroll Settings module. The form is for creating a 'Food Coupon' component. Key fields include: Name (Food Coupon), Abbreviation (FC), Effective Date (01/04/2018), Paid Component (checked), Pay Type (Earnings), Tax Status (Taxable), Calculation Type (Flat), and Value/Formula (0). The form also includes options for JV Code, Map to, Round off value, and various checkboxes for component types like 'Attendance dependent', 'Part of CTC', and 'Active'.

Note: To capture the exemption amounts under section 17(2) for Income Tax Calculations Food Coupon component must be mapped ([Hyperlink](#))

2. How to create Food Coupon Deduction Component.

In the same page, select New again.

Refer the below-mentioned screen shot to create the same

Payroll Settings

Company Profile | Add Salary Component

Configure Rules

Create Masters

Locations

Banks

Leaves

Holidays

PF Rules

Salary Components

My Subscription

Account Balance

Name *
Food Coupon

Abbreviation *
FC Ded

Effective Date *
01/04/2017

Paid Component

Pay Type *
Deductions

Tax Status
 Taxable
 Non taxable
 Tax is distributed across the year

Calculation Type *
Formula

Calculated On *
Deducted Amount

Value/Formula *
FC

JV Code

Map to
-- Select --

Round off value *
Nearest to 1 Rs

Variable component
 Fixed component

Is an FBP component
 Attendance dependent
 Part of CTC
 Create dependent component
 Active
 Is an FFS component
 Payable if full month LOP

Payable if an employee joined on or before
-- Select --

Formula

In the deduction component select the **Calculation Type** as **Formula** and in the Value/Formula select Formula builder update the same Abbreviation as of Food Coupon Earnings Component and click on validate and Save.

Note: By creating two components one as Earnings and Other as Deductions. The Food Coupon will be reflecting both in the Earning side and Deduction side.

Domain Hint: *The Exemption will be Rs.50/- Per meal in a day and multiply by the total working days in a month.*

Max exemption is Rs.100/- If the employee works more than the Normal working hours in a day and multiply by the total working days in a month.