

**FOR STUDENTS OR TRAINEES CLAIMING EXEMPTION  
UNDER ARTICLE 21(2) OF THE INCOME TAX TREATY BETWEEN  
THE UNITED STATES AND BANGLADESH**

LAST NAME	FIRST NAME	SOCIAL SECURITY NUMBER

**Procedure FR-1** (Complete and sign the statement below.)

1. I was a resident of Bangladesh on the date of my arrival in the United States. I am not a United States citizen. I have not been lawfully accorded the privilege of residing permanently in the United States as an immigrant.
2. I am present in the United States solely for the purpose of my education or training.
3. I will receive compensation for personal services performed in the United States. This compensation qualifies for exemption from withholding of federal income tax under the tax treaty between the United States and Bangladesh in an amount not in excess of \$8,000 for any taxable year.
4. I arrived in the United States on \_\_\_\_\_ (the date of last arrival in U.S. before beginning study or training). I am claiming this exemption under Article 21(2) only for such period of time as is reasonably necessary to complete the education or training.

*I certify that the information I have provided above is true, correct and complete, and that statements one through four of Procedure FR-1 apply to me. A copy of the treaty article citation for which I am claiming exemption appears in the box below.*

**Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**AGREEMENT BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA  
AND THE GOVERNMENT OF BANGLADESH  
FOR THE AVOIDANCE OF DOUBLE TAXATION AND THE PREVENTION OF  
TAX EVASION WITH RESPECT TO TAXES ON INCOME**

**ARTICLE 21(2) -- Students and Trainees**

An individual who was a resident of a Contracting State immediately before visiting the other Contracting State and is temporarily present in that other State for the primary purpose of:

- a) studying at a university, college, school or other recognized educational institution in that other State;
- b) securing training as a business or technical apprentice; or
- c) studying or doing research as a recipient of a grant allowance or award from a governmental, religious, charitable, or educational organization; shall, from the date of his first arrival in that other State in connection with that visit, be exempt from tax in that other State with respect to:
  - i) all remittances from abroad for purposes of his maintenance, education or training;
  - ii) the grant, allowance, or award; and
  - iii) any remuneration for personal services rendered in that other Contracting State with a view to supplementing the resources available to him for such purposes in an amount not in excess of 8,000 United States dollars or its equivalent in Bangladesh taka for any taxable year.

In the case of an individual described in subparagraph b), this exemption from tax shall apply for a period not exceeding two years from the date of the individual's first arrival in the other State.

**SUPPLEMENTARY PAYROLL QUESTIONS:**

(Check appropriate boxes below and supply requested information.)

- A. Current Visa classification: ☐ F-1 Student ☐ F-1 Practical Trainee  
☐ J-1 Student ☐ J-1 Practical Trainee  
☐ Other: \_\_\_\_\_

Date you received visa classification: \_\_\_\_\_

Date of visa expiration: \_\_\_\_\_

- B. Have you already claimed exemption under the Tax Treaty Article 21(2) in the current calendar year?

☐ YES.

☐ NO.

Have you ever claimed exemption under the Tax Treaty Article 21(2) in previous years?

☐ YES. (List the calendar years you claimed the exemption. \_\_\_\_\_ )

☐ NO.

- C. Were you ever a student at another U.S. educational institution obtaining education, training, or special technical experience?

☐ YES. (List the name of the educational institution. \_\_\_\_\_  
and list the date of graduation, if appropriate. \_\_\_\_\_ )

☐ NO.

**POLICIES REGARDING TAX TREATY EXEMPTIONS AT THE UNIVERSITY**

According to the BANGLADESH treaty article, the first \$8,000 of compensation paid to you in the calendar year may be exempt from tax. The \$8,000 limit is for each calendar year; you may not claim the treaty benefit at Rowan University and at another institution within the same calendar year.

**Should your calendar year earnings exceed the \$8,000 limit and you notice that no Federal or State tax has yet been withheld from your paycheck, it is your responsibility to inform the Payroll Department immediately, (856) 256-4500 ext 64166.**

It is also your responsibility to maintain the appropriate, *unexpired*, "employment-authorized" or student visa classification during the period that you are receiving the benefits of this tax treaty exemption and employed at the University.

You must complete the Form 8233 and Payroll Procedure FR-1 Statement for each calendar year (or portion of the calendar year) in which you claim the tax exemption. You are also required to file the appropriate tax return at calendar year-end.

Please certify your acknowledgment of the policies presented above by signing below.

SIGNATURE	CONTACT PHONE NUMBER:

OFFICE USE ONLY	CNTRY BG	TAC 21(2)	INC CD 19	STMT 878	TRTY EXP	\$ LIMIT 8000	COMMENTS	IRS LTR
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