

# TDS & TCS

## Tax Deducted @ Source

### Sec-192 = TDS on Salary

Time of deduction - at the time of payment of Salary

Rate of deduction - Slab rates

TDS on ESOP for Eligible Start-ups → Exercised by its employees within 14 days from the earliest

### Sec-192 A = TDS on withdrawal from EPF

Rate - with PAN - 10%

- without PAN - 20%

Limit - 50000  
Service < 5y → TDS  
Service > 5y → No TDS

### Sec-193 = TDS on Interest on Securities

Time - due (or) payment → whichever is earlier

Rate - with PAN - 10%, without PAN - 20%

No TDS - Notified by Cg, HUF - 8%, bonds 2003 - 7.5% (limit not exceed - 10000)  
General limit - 5000

### Sec-194 = TDS on dividend

Rate - 10%

No TDS - upto - 5000

### Sec-194 A = TDS on interest [other than ind on Securities]

Payment - if Employee contribution to PF exceeds ₹ 250000 Both <sup>Employer</sup> and <sup>Employee</sup>  
if Employee contribution to PF exceeds ₹ 50000 only employee

Rate - with PAN - 10%, without PAN - 20%

Limit - Normal individuals - 40000  
Senior Citizens - 50000  
any other cases - 5000

### Sec-194 B = TDS on winnings from lotteries, crossword puzzles, card games etc.

Rate - 30%

Limit - not exceed - 10000

### Sec-194 BB = TDS on winnings from horse races

Rate - 30%

Limit - 10000

### Sec-194 C = TDS on payment to Contractor / Sub-Contractor

Rate - Individuals / HUF - 1%

others - 2%

Limit - Individual contract - 30000 Single

Aggregate - 100000

goods transporters if Contractor does own more than 10 goods

Sec-194D - TDS on insurance Commission

Rate - Individuals - 5%

domestic Co - 10%

PAN not submit - 20%

limit - 15000

∴ No TDS on GST portion

Sec-194DA - TDS on maturity values of LIC Policies

Rate - 5%

limit - 100000

Sec-194E - TDS on payment to NRI Sportsmen

Rate - 20% + applicable Surcharge + HEC @ 4%

Sec-194EE - TDS on NSS Payment [by post office]

Rate - Resident → 10%

- NRI → 10% + Surcharge & HEC

limit - 2500 Fy

Sec-194F - TDS on re-purchase of units of MF or UTI

Rate - 20%

Sec-194G - TDS on Commission on Sale of lottery tickets

Rate - Resident - 5%

NRI - 5% + Surcharge + cess

limit - 15000

Sec-194H - TDS on commission (or) brokerage

Rate - with PAN - 5%, without PAN - 20%

limit - aggregate - 15000

Sec-194I - TDS on Rent

Rate - p/m → 2%, LIB/F → 10%, without PAN → 20%

limit - 240000 [Individually]

Govt - No TDS

Real Estate - No TDS

Stamp Value - 5000000

Sec-194IA - TDS on transfer of immovable Property other than Agricultural land.

Rate - 1%

limit - 5000000 No TDS → Hs of rural agricultural land acquired under any law

Sec-194IB - TDS on payment of rent by certain individuals (or) HUF

Rate - with PAN - 5%, without PAN - 20%

limit - 50000

**Sec-194-IC** - TDS on payment under joint Development Agreement.

Rate - with PAN  $\rightarrow$  10% , without PAN  $\rightarrow$  20%

**Sec-194-J** - TDS on fees for professional (or) technical services

Rate - fees for technical & professional services  $\rightarrow$  2%

Royalty, biz of operation of call centre  $\rightarrow$  2%

all other cases  $\rightarrow$  10%

without PAN  $\rightarrow$  20%

limit - aggregate - 30000 in FY

NOTE: The threshold limit 30000 is not applicable for director fees. TDS is applicable even amt is less than 30000

**Sec 194K** - TDS on income in respect of unity

Rate - 10%

limit - aggregate amt 5000 (if income is capital gains)

**Sec 194 LA** - TDS on payment of compensation for acquisition/compensation of immovable property

Rate - 10%

limit - aggregate amt 250000

**Sec 194 M** - TDS on payment of certain sums by certain individuals (or) HUF

Rate - 5%

limit - 500000 (aggregate)

**Sec 194 N** - TDS on payment of certain amt in cash

limit - co-operative society - 3C, other - 1C

Rate - aggregate  $\leq$  20L but not exceed 1C/3C  $\rightarrow$  2%

aggregate exceeds 1C/3C  $\rightarrow$  5%

other case  $\rightarrow$  2%

**Sec 194 O** - TDS from payment of certain sums by E-Commerce operator to E-Commerce participant.

Rate - with PAN - 10%, without PAN - 50% of gross amt

limit - 500000 [Individual / HUF]

**Sec 194 P** - TDS in case specified Senior citizen (age-75)

Bank will cal tax liability - TDS will be deducted

**Sec 194 Q** - TDS on payment of certain sums for purchase of goods

Rate - with PAN - 0.1% , without PAN - 5%

limit - 500000

No TDS - if payment made to CG or SE as a seller

**Sec 194 R** - TDS on benefits in respect of biz (or) profession

Rate - 10%

limit - aggregate amt 20000

Sec 194S - TDS on payment on transfer of virtual digital assets

Rate - 1%

limit - 5000 [individual/HUF] 10000 [other person]

### Other aspects

Sec-196 - No tax deduction in certain cases

The govt

The RBI

Δ mutual funds u/s 10(23D)

Δ Corporation

Sec-198 - Tax deduction is income received

Gross income taxable = Net income + TDS

Sec-195A - Income Net of tax

Taxable income =  $\frac{\text{Net income received}}{100\% - \text{Rate of TDS}}$

Sec-199 - Credit for TDS

Sec-197 - Certificate of deduction @ lower rate (or) no deduction

Sec 206AA → furnishing PAN to the deductor → Rate 20%

Sec 206AB → TDS for non-filers of ITR 20% (or) 5% ↑ [aggregate 5000]

Tax Collected @ Source - Sec 206c

> Alcoholic liquor for human consumption → 1%

> Tendue leaves → 5%

> Timber obtained under a forest lease → 2.5%

> Scrap → 1%

> Specified minerals → 1%

> motor car exceeds 10L → 1%

> Parking lot, toll plaza → 2%

> Any other forest produce → 2.5%

Sec-206cc - Requirement to furnish PAN by collector

@ twice of Specified Tcs (or) @ Rate of 5% → Non-compliance

Sec-206CCA - Special provisions for Tcs for non-filers of ITR

@ twice of rate (or) @ Rate of 5%

limit - aggregate 5000