

## Annexure - Some Important TDS/TCS Rates

### 1. TDS Rates w.e.f. 01.04.2021

S.No	Section	Nature of Payment	TDS Rate	Threshold Limit exceeding which TDS is applicable
1	194	Dividend	10%	Rs. 5000
2	194A	Interest other than interest on securities	10%	Senior Citizen – Rs.50,000 Others – Rs.40,000
3	194B/BB	Income by way of winnings from lotteries, crossword puzzle, other games etc. and winning from horse races	30%	Rs.10,000
4	194C	Payment of Contractors and sub-contractors	1% (Individual/HUF) 2% (others)	Single payment – Rs.30,000 Aggregate payment – Rs.1,00,000/ Rs. 75000 (for transporters other than 44AE)
5	194D	Insurance Commission	5% (Others) 10% (Domestic Co)	Rs.15,000
6	194DA	Payment in respect of life insurance policy [other than Sec.10(10D)]	5%	Rs.1,00,000

# Manohar Chowdhry & Associates

CHARTERED ACCOUNTANTS

S.No	Section	Nature of Payment	TDS Rate	Threshold Limit exceeding which TDS is applicable
7	194EE	Payments in respect of deposits under National Savings Scheme	10%	Rs.2,500
8	194H	Commission or Brokerage	5%	Rs.15,000
9	194-I(a)	Rent for plant and machinery	2%	Rs.2,40,000
10	194-I(b)	Rent for immovable property	10%	Rs.2,40,000
11	194-IA	Payment for acquisition of immovable property	1%	Rs.50,00,000
12	194-IB	Payment of rent by individual or HUF not liable for tax audit	5%	Rs.50,000 per month
13	194-IC	Payment for Joint Development Agreements	10%	No limit prescribed
14	194J	Fee for Professional or Technical Services (FTS), Royalty, etc.	2% (FTS, certain royalties, call centre) 10% (others)	Rs.30,000
15	194K	Payment of dividend by Mutual Funds	10%	No limit prescribed

# Manohar Chowdhry & Associates

CHARTERED ACCOUNTANTS

S.No	Section	Nature of Payment	TDS Rate	Threshold Limit exceeding which TDS is applicable
16	194LA	Payment of Compensation on acquisition of immovable property	10%	Rs.2,50,000
17	194LBA(1)	Payment of income by Business trust	10%	No limit prescribed
18	194LBB	Payment of income by Investment fund	10%	No limit prescribed
19	194M	Payment of commission, brokerage, contractual, professional fee etc. by Individual & HUF not liable to deduct u/s. 194C, 194H and 194J	5%	Rs.50,00,000
20	194N	Cash Withdrawal from all bank account with bank, post office or cooperative society	2 %  5%	Cash Withdrawal exceeding: (1) Filed Return for 3 PPY – Rs. 1 Crore (2) Not Filed Return for 3 PPY – Rs. 20 Lakhs till Rs. 1 Crore  (1) Not Filed Returns for 3 PPY – Rs. 1 Crore

# Manohar Chowdhry & Associates

CHARTERED ACCOUNTANTS

S.No	Section	Nature of Payment	TDS Rate	Threshold Limit exceeding which TDS is applicable
21	194-O	TDS on e-commerce participants	1%	Rs.5,00,000
22	194-Q (w.e.f. 1.07.2021)	Purchase of goods	0.10% 5% - No PAN	Purchase exceeding Rs.50,00,000 from a seller in a PY provided turnover of buyer exceeds Rs. 10 Crores during the preceding FY.
23	192	Payment of Salary	Normal Slab rates	-
24	192A	Premature withdrawal from Employee Provident Fund (wherein such withdrawal becomes taxable)	10%	Rs. 50,000

\* TDS payments to Non-resident paid as per Income-tax Act shall be increased by applicable surcharge and cess.

<<This space is left intentionally blank>>

# Manohar Chowdhry & Associates

CHARTERED ACCOUNTANTS

## 2. TCS Rates w.e.f. 01.04.2021

S.No.	Section	Nature of Receipts	Existing Rate
1	206C (1)	Sale of :	
		(a) Tendu Leaves	5%
		(b) Timber obtained under a forest lease	2.5%
		(c) Timber obtained by any other mode	2.5%
		(d) Any other forest produces not being timber/tendu leaves	2.5%
		(e) Scrap, Alcoholic liquor for human consumption	1%
	(f) Minerals, being coal or lignite or iron ore	1%	
2	206C(1C)	Grant of license, lease, etc. of: (a) Parking lot (b) Toll Plaza (c) Mining and quarrying	2%
3	206C(1F)	Sale of motor vehicle above 10 lakhs	1%
4	206C(1G)	Overseas tour travel package	5% 10% - No PAN
5	206C(1G)	Remittance of Forex under LRS of more than Rs. 7 Lakhs in a financial year	0.5%: Where remittance is out of loan obtained for the purpose of pursuing any education 5% : In any other case 10% - No PAN
6	206C(1H)	Consideration received from sale of goods for value exceeding by Rs.50 lakhs in any PY provided seller turnover exceeds Rs. 10 Crore in preceding PY (other than 206(1),(1F), (1G), 194Q)	0.1% 1% - No PAN

## KEY POINTS:

- The Tax deducted at source for all the months should be deposited before 7<sup>th</sup> of the next month except for the month of March where the tax deducted should be deposited before 30<sup>th</sup> of the April. However, Payment of tax deducted and filing of statement u/s. 194-IA, 194-IB and 194M required to be paid by 30.04.2021 is extended to 31.05.2021 (Circular No. 8/2021 dt. 01.05.2021)
- The Tax collected at source for all the months should be deposited before 7<sup>th</sup> of the next month.
- The due dates for filing the TDS and TCS Returns are as follows:

Due dates for Return filing	TDS Returns	TCS Returns
I Quarter	31-07-2021	15-07-2021
II Quarter	31-10-2021	15-10-2021
III Quarter	31-01-2022	15-01-2022
IV Quarter	31-05-2022	15-05-2022

- In case of non-filing of income tax return for last two years and where TDS /TCS is Rs. 50,000 or more in each of these two previous years, rate of TDS/ TCS shall be higher of twice the specified rate (mentioned in the Act or rates in force) or 5% (w.e.f. 1.07.2021). However, the same shall not be applicable in case of Sec. 192, 192A, 194B, 194BB, 194LBC, 194N and non-residents who don't have PE in India. It is to be noted that, where PAN is not available, in addition to these rates, tax shall be deducted/collected at higher of the aforementioned rate and rates specified u/s. 206AA/206CC\*\*.

\*\*In case of non-availability of PAN of the deductee/payee,

- (a) TDS shall be deducted at higher of specified rate (mentioned in the Act or rates in force) or 20% (except 194-O @ 5%)
- (b) TCS rates shall be collected at higher of two times of specified rate (mentioned in the Act or rates in force) or 5%.