

TDS / TCS RATE CHART APPLICABLE FROM 01.10.2009

Sr No	Section	HEAD	Threshold Limit	Individual /HUF Average Tax rate	Any Other Entity
1	192	Income from Salary	0	Average Tax rate	N.A.
2	194A	Interest from a Banking Company	Rs. 10,000/- p.a	10%	20%
3	194A	Interest other than from a Banking Co.	Rs. 5,000/- p.a	10%	20%
4	194C	Payment to Contractors	Rs.20,000/- per contract or Rs. 50,000/- p.a	1%	2%
5	194C	Contractor / Sub-contractor in transport business *(If PAN Quoted)		Nil*	Nil*
6	194C	Contractor / Sub-contractor in transport business ** (If PAN not Quoted upto 31-03-2010)		1%**	2%**
7	194C	Payment to Sub-Contract/Adv Contract		1%	2%
8	194I	Rent on Plant / Machinery	Rs. 1,20,000/- p.a	2%	2%
9	194I	Rent Other then Plant / Machinery	Rs. 1,20,000/- p.a	10%	10%
10	194J	Fees for Professional / Technical Services	Rs.20,000/-p.a	10%	10%
11	194B	Winning from Lotteries & Puzzles		30%	30%
12	194B	Winning from Horse Races		30%	30%
13	194E	Non-resident Sportsman or Sports Association		10%	10%
14	194G	Commission on Sale of Lottery Tickets		10%	10%
15	194H	Commission/Brokerage	Rs. 2,500/- p.a	10%	10%
<u>TAX TO BE COLLECTED AT SOURCE (TCS)</u>					
16		Scrap		1%	1%
17		Tendu Leaves		5%	5%
18		Timber obtained under a forest lease or other mode		2.50%	2.50%
19		Alcoholic Liquor for Human Consumption		1%	1%

Note:-

- **TDS rates Proposed in Budget'09 Presented on July 6th, 2009 are effective from 1.10.2009**
- **No surcharge or Cess on Tax deducted on non-salary payments made to resident tax payers and but No surcharges on salary and Cess to be deducted on Salary**
- **The nil rate will be applicable if the transporter quotes his PAN.**
- **TDS Rate when PAN not available in all case w.e.f. 1-4-2010 :-** Section 206AA: If deductee fails to furnish PAN to deductor, the deductor shall apply highest of the following rates for deducting TDS:-
 - at the rate specified in the relevant provision of this Act; or
 - at the rate or rates in force;
 - or at the rate of **20%**.
- If deductee furnishes invalid PAN or submits PAN belonging to someone else, it will amount to non furnishing of PAN.