Payment	When to deduct	Rate	Threshold limit	Can it be deducted at a lower rate?	No TDS on:
Sec. 192 **Salary** *(by any person to employee)*	At the time of payment (though u/s 15, on due or receipt, whichever is earlier)	Normal rate	Basic exemption limit	Yes, $appl^n$ in form no. 13 can be made to AO for lower or NIL tax ded^n	-
Sec. 193 **Interest on securities** *(by any person to resident)*	Payment or credit, whichever is earlier	10%	-	Yes, form no.13 $appl^n$ to AO can be made.	Interest on Central/ State govt. securities, debentures of cooperative society, or those owned by LIC, GIC
Sec. 194 **Dividends paid** *(by domestic co. to a resident shareholder)*	At the time of payment	10% (no surcharge and edu. cess)	-	Yes, on filing form no. 13 to AO, or filing form no. 15G to payer.	If dividend distribution tax is suffered u/s 115-O (Except in case of sec.2(22e))
Sec. 194A **Interest other than interest on securities** *(by any person to resident)*	Payment or credit, whichever is earlier	10% (no surcharge and edu. cess)	(Rs.5000 or less)	Yes, form no.13 $appl^n$ to AO can be made.	In specified situations
Sec. 194B **Winnings from lotteries or crossword puzzles** *(by any person to any person)*	At the time of payment	30% (no surcharge and edu. cess)	Rs.10000 or less (Rs.5000 before July 1 2010)	NO	-
Sec. 194BB **Winnings from horse races** *(person holding license for horse-racing to any person)*	At the time of payment	30% (no surcharge and edu. cess)	Rs.5000 or less (Rs.2500 before July 1 2010)	NO	-
Sec. 194C **Contracts** *(by specified persons to resident contractors or sub-contractors)*	Payment or credit, whichever is earlier	1% if person is individual /HUF, 2% otherwise	Not to be deducted if • A single payment/credit < Rs.30000 • Aggregate during the FY < Rs.75000	Yes, form no.13 $appl^n$ to AO can be made.	Petty cases, Transport operators (on furnishing PAN)
Sec. 194 D **Insurance $comm^n$** *(by any person to any resident person)*	Payment or credit, whichever is earlier	10% (no surcharge and edu. cess)	Rs.20000 or less (Rs.5000 before July 1 2010)	Yes, form no.13 $appl^n$ to AO can be made.	-
Sec. 194E **Payment to non-resident sportsman or association** *(by any person)*	Payment or credit, whichever is earlier	10%	NIL	NO	-

Payment	When to deduct	Rate	Threshold limit	Can it be deducted at a lower rate?	No TDS on:
Sec. 194EE **Deposit under National Savings Scheme** *(by post office to any person)*	At the time of payment	20% (no surcharge and edu. cess)	Rs.2500 or less	If declaration u/s 197A is submitted by recipient to buyer, no TDS.	When payment is made to legal heirs of the deceased person
Sec. 194F **Payment on account of repurchase of mutual funds or UTI to holder** *(by any person to any person)*	At the time of payment	20% (no surcharge and edu. cess)	-	NO	-
Sec.194G **Comm^{n} on sale of lottery tickets** *(by any person to person stocking, purchasing or selling lottery tickets)*	Payment or credit, whichever is earlier	10% (no surcharge and edu. cess)	Rs.1000 or less	Yes, form no.13 appl^{n} to AO can be made.	-
Sec.194H **Comm^{n} or brokerage** *(by any person to any resident)*	Payment or credit, whichever is earlier	10% (no surcharge and edu. cess)	Rs.5000 or less (Rs. 2500 before July 1 2010)	Yes, form no.13 appl^{n} to AO can be made.	-
Sec. 194I **Rent** *(by any person to any resident)*	Payment or credit, whichever is earlier	Machinery or plant or equipment- 2% Land or building or furniture or fittings- 10%	Rs.180000 or less (Rs.120000 before July 1 2010)	Yes, form no.13 appl^{n} to AO can be made.	- (if recipient is govt. or local authority)
Sec. 194J **Fees for professional or technical services** *(by any person to any resident)*	Payment or credit, whichever is earlier	10% (no surcharge and edu. cess)	If amount of professional or technical fees for FY < Rs.30000	Yes, form no.13 appl^{n} to AO can be made.	-
Sec. 194LA **Compensation on acquisition of certain immovable property** *(by any person to resident)*	Payment or credit, whichever is earlier	10% (no surcharge and edu. cess)	Rs.1,00,000 or less	Yes, form no.13 appl^{n} to AO can be made.	Payment or credit before 1-10-2004, not applicable to agricultural land.
Sec. 195 **Any other sum** *(by any person to any non-resident not being co. or any foreign co.)*	Payment or credit, whichever is earlier	As specified in Finance Act or under an agreement u/s 90 or 90A	-	Recipient can make an appl^{n} to the AO	If in the hands of recipients, not taxable in India

NOTES

Sec. 192: Salary

- Estimated taxable salary is calculated after allowing exemption u/s 10, ded^{n}s under Chapter VI A, but not u/s 80G (Donations to specified funds).
- If there is more than one employer, information about salary, TDS etc. should be given to one employer of his choice.
- Other income and its TDS may be furnished to be aggregated with salary income for calculating TDS.
- Losses under(and only) “Income from House Property” can be set off.
- Employees may pay tax on non-monetary perquisites; no TDS shall be made on that.
- TDS shall be made on average basis.

Sec.194: Interest other than interest on securities

- Payer should not be individual/HUF whose books aren’t audited u/s 44AB.
- Exceptions (no TDS on-):
    - Interest to banking/insurance co., public financial institution
    - Interest by firm to partners.
    - Cooperative society to members.
    - Interest on deposits with banking co. etc.

Sec.194B: Winnings from lotteries or crossword puzzles

- If winnings are wholly/partly in kind and balance cash isn’t sufficient to meet liability of tax, person paying the winnings should pay it.
- State govt/union territories running lotteries should deduct TDS as per Annual Finance Act.

Sec. 194C: Contracts, payment to contractors/ sub-contractors

- Payment for carrying out any work shall be subject to TDS, and “work” includes:
    - Advertising
    - Broadcasting and telecasting
    - Carriages of goods and passengers
    - CATERING

- If the payee- contractor is in the business of plying, hiring or leasing goods carriages, any freight charges paid shall not be subject to TDS, if PAN is furnished.

Sec. 194EE: Deposit under NSS by post-office

- Payment= Principal + Interest

Sec.194H: Comm^n or brokerage, Sec. 194I: Rent

- Payer should not be individual/HUF whose books aren’t to be audited u/s 44AB.

Sec. 194J: Fees for professional or technical services

- Tax is deductible on total payment, even reimbursement of actual expenditure cannot be deducted out of the bill amount in the case of a consolidated bill.