http://kavirajaasociates.weebly.com/

TDS - Tax Deduction at Source

Below are the applicable TDS rates when the deductee has provided its PAN number to the deductor. In case PAN of deductee is not updated, the deductor must deduct TDS at higher of the following rates:

a) the rate as prescribed in the Act;

b) at the rate mentione din the Finance Act; or

c) at the rate of 20%.

Section	Section and Nature of Payment	15G-15H	TDS Rates for payment made to Indian Resident	TDS Rates for payment made to Non Residents
Section 192	Salaries	NO	Average rates as applicable	Average rates as applicable
192A	Payment of accumulated balance due to an employee	YES	10% Premature withdrawal from EPF above Rs.50000/-	10%
193	Interest on Securities/ Debentures	NO	10%	NA
194	Dividends (other than listed Companies)	YES	10%	NA
194A	Interest other than "Interest on securities"	YES	10% Interest (Banks)above Rs.40000 PA 10% Interest (Others)above Rs.5000/-PA 10% senor Citizens above Rs.50000/-PA	NA
194B	Interest by way of winning from lotteries, crossword puzzles, games etc.	YES	30% in case of payment in excess of Rs. 10,000 per annum	30%
194BB	Income by way of winning from horse race	NO	30% in case of payment in excess of Rs. 10,000 per annum	30%
194C	Payment to contractor/ subcontractor	NO	1% Contractor - Single Transaction Rs.30000/-- During the F.Y. 1 Lakh 2% Contractor - Single Transaction Rs.30000/-- During the F.Y. 1 Lakh	NA
194D	Insurance Commission	YES	5% in case of payment in excess of Rs. 15,000 per annum 10% in case of payment in excess of Rs. 15,000 per annum	NA
194DA	Any sum paid to a resident under a life insurance policy	YES	1% in case of payment in excess of Rs. 100,000 per annum	NA
194E	Payment to non- resident sports association	NO	20%	20%
194EE	Payment in respect of deposits under National Savings Scheme	YES	10% in case of payment in excess of Rs. 2500 per annum	10%

194F	Payment on account of repurchase of unit by Mutual Fund or Unit Trust of India	NO	20%	20%
194G	Commission etc. on sale of lottery	NO	5% in case of payment in excess of Rs. 15,000 per annum	5%
194H	Commission or brokerage	NO	5% in case of payment in excess of Rs. 15,000 per annum	NA
194I	Rent on plant and machinery	YES	2% in case of payment in excess of Rs. 240,000 per annum	NA
194I	Rent on land, building, houses, offices, flats, residential apartments, furniture and fittings	YES	10% in case of payment in excess of Rs. 240,000 per annum	NA
	Land or building or furniture or fittings	YES		
194I A	Payment on transfer of certain immovable property other than agricultural land	NO	1% in case of payment in excess of 50 Lakh PA	NA
194I B	Rent by Individual / HUF (wef 01.06.2017)	NO	5% in case of payment excess of Rs.50000/PM	
194J	Professional Fees / Technical Fees /Royalty /Director Sitting Fees etc.	NO	10% in case of payment excess of Rs.30000/PA	NA
	Payment to Call Centre Operator (wef 01.06.2017	NO	2% in case of payment excess of Rs.30000/PA	
194LA	Payment of compensation on acquisition of certain immovable property	NO	10% in case of payment excess of Rs.250000/PA	NA
194LB	Payment of interest on infrastructure debt fund	NO	NA	5%
	Immovable Property (TDS exempted under RFCTLARR Act (wef 01.04.2017)	NO	NA	NA
Section-194LBA(1)	Business trust shall deduct tax while distributing, any interest received by it from SPV or from renting or leasing out any real estate asset owned by it	NO	10%	NA
Section-194LBA(2)	Business trust shall deduct tax while distributing any interest received by it from SPV to its unit holders	NO	NA	5%
Section-194LBA(3)	Business trust shall deduct tax while distributing any income received by it from renting or leasing out any real estate asset owned directly by it to its unit holders	NO	NA	30%
Section-194LBB	Investment fund paying an income to a unit holder	NO	10%	30%

Section-194LBC	Income in respect of investment made in securitization trust	NO	Individuals- 25% Residents -30%	40%
		NO	HUF- 30%	
Section- 194 LC	Payment of interest by an Indian Company in respect of money borrowed in foreign currency under a loan agreement or by way of issue of long-term bonds	NO	5%	5%
Section-194LD	Payment of interest on rupee denominated bond of an Indian Company or Government securities to a Foreign Institutional Investor or Qualified Foreign Investor including long term infrastructure bonds	NO	5%	5%
Section-194M	Effective from 1st September 2019 –Individual or HUF responsible for paying any resident for carrying out any work in pursuance of a contract or by way of fees for professional services during a financial year.		5% in case of payment in excess of Rs. 50,00,000 per annum	
Section-194N	Effective from 1st September 2019 –Banking company or a co-operative society or post office paying any sum in cash in excess of INR 1 Crore to any person from an account maintained by the recipient.		2% in case of payment in excess of one Crore per annum	
Section- 195	Other sum (payable to non Resident)			
	a) Income in respect of investment made by a Non-resident Indian Citizen	NO	20%	20%
	b) Income by way of long-term capital gains referred to in Section 115E in case of a Non-resident Indian Citizen	NO	10%	10%
	c) Income by way of long-term capital gains referred to in sub-clause (iii) of clause (c) of sub-section (1) of Section 193	NO	10%	10%
	d) Income by way of short-term capital gains referred to in Section 111A	NO	15%	15%
	e) Any other income by way of long-term capital gains [not being long-term capital gains referred to in clauses (33), (36) and (38) of Section 10]	NO	20%	20%
	f) Income by way of interest payable by Government or an Indian concern on money borrowed or debt incurred by Government or the Indian concern in foreign currency (not being income by way of interest referred to in Section 194LB or Section 194LC	NO	20%	20%
	Any other income	NO	30%	30%