TDS RATES & APPLICABILITY

FOR FY 2018-19 (AY 2020-21)

Sl. No	Section	Deductor (person who deducts TDS)	Deductee (person whose tax is deducted)	Time of Deduction	Rate	Threshold	Remarks
1	**192-TDS on Salaries**	Any person being Employer/Previous Employer	Resident/Non Resident	At the time of Payment	Slab rate on Estimated Income	-	•Consider Income from Previous Employer •Consider relief u/s 89(1) •Income from other sources to be considerd **•Only consider loss under HP for TDS** •Proof required to be given to employer for exempt income, deductions, etc.
2	**192A-TDS on payment of accumulated balance due to an employee if same is taxable in the hands of employee**	Trustees of EPF	Resident/Non Resident	Earlier of Credit or Payment	10%	50000 or above	•No TDS where declaration given u/s 197A •PAN is mandatory or TDS to be duducted at MMR
3	**193-TDS on Interest on Securities**	Any person	Resident	Earlier of Credit or Payment	10%	-	No TDS in case of: •Interest payable on CG/SG Securities (except on 7.75% Savings (Taxable)Bonds •Interest paid to LIC/GIC/Other insurer •Interest paid on any listed security issued by a company held in DEMAT
4	**194-TDS on Dividend**	Any person	Resident	-	Exempt	-	•No TDS Since dividend Exempt u/s 115-O •No TDS on dividend exceeding 10 lacs taxable u/s 115BBDA
5	**194A-TDS on Interest other than "Interest on Securities"**	Any person (other than Individual/HUF not liable to Tax Audit in PY)	Resident	Earlier of Credit or Payment	10%		No TDS where aggregate amount of such income does not exceed: •Rs. 40,000 (in case payer is Banking co, co-operative society, Post office) • Rs. 5,000 (in any other case) **(In case of senior citizen, Rs. 40,000 shall be read as Rs. 50,000)** **No TDS in case of Interest paid by firm to partner (resident)**

TDS RATES & APPLICABILITY

FOR FY 2018-19 (AY 2020-21)

6	**194B-TDS on Winning from lottery or crossword puzzle or card game or other game**	Any person	Any person	At the time of payment	30%	10,000	•Threshold limit Not applicable in case payment made to Non-Resident •In case of winnings in Kind, TDS to be paid before release of winnings
7	**194BB-TDS on Winning from Horse Race**	Any person (being holder of license of Horse Racing)	Any person	At the time of payment	30%	10,000	•Threshold limit Not applicable in case payment made to Non-Resident
8	**194C-TDS on Payment to Contractors**	Any person (other than Individual/HUF not liable to Tax Audit in PY)	Any Resident	Earlier of Credit or Payment	1% in case payee is Individual/HUF 2% IN any other case	10,000	No TDS where amount payable doesn't exceed: •Rs. 30,000/- ncase of single contract •Rs. 1,00,000/- in case of aggregate of contracts during FY •No TDS in case of contract for personal purposes by Individual/HUF
9	**194D-TDS on Insurance Commision**	Any Person	Any Resident	Earlier of Credit or Payment	5%	15,000	
10	**194DA-TDS on Payment of LIP**	Any Person	Any Resident	At the time of payment	**5%**	1,00,000	•TDS To be calculated on amount paid after deducting premiums paid •No TDS on amount exempt u/s 10(10D)
11	**194G-TDS on commision etc., on sale of lottery tickets**	Any Person	Any Person (R/NR)	Earlier of Credit or Payment	5%	15,000	
12	**194H-TDS on commision (other than insurance commision) or brokerage**	Any person (other than Individual/HUF not liable to Tax Audit in PY)	Any Resident	Earlier of Credit or Payment	5%	15,000	•Comission to employees/directors forms a pert of salary & TDS deducted u/s 192 •No TDS on brokerage/Commision on Securities
13	**194I-TDS on Rent**	Any person (other than Individual/HUF not liable to Tax Audit in PY)	Any Resident	Earlier of Credit or Payment	1%-Plant/machinery 2%-Land, Building, Furniture	240000 (for each co owner)	•No TDS on Rent paid to REIT •TDS also to be deducted on advance rent, warehousing charges & non-refundable deposits

TDS RATES & APPLICABILITY

FOR FY 2018-19 (AY 2020-21)

14	**194-IA -TDS on Transfer of Certain Immovable Property**	Any person (other than that referred to in section 194LA)	Any resident Seller	Earlier of Credit or Payment	1% of Total Consideration	5000000 or above	•Consideration includes all charges such as club membership fees, cr parking fee, electricity charges, maintainence, etc. •TDS required to be deducted on part payments every time if total consideration >50lacs •TDS required to be deducted even if property held as stock-in-trade •TDS deducted even if property situated outside India
15	**194-IB -TDS on payment of rent by certain individuals/HUF**	Any Individual/HUF not liable to Tax Audit in PY but paying Rent >50000/month	Any resident	One time at the time of payment of last month	5% of Rental Income	>50000/month	•Not applicable to individuals/HUF covered u/s 194-I •TDS required to be deducted by both Resident/NR •Location of propery is irrelevant •TDS applicable on both commercial/Residential Property
16	**194-IC-Payment under Specifed Agreement**	Any person paying consideration under JDA	Any resident	Earlier of Credit or Payment	10% of Sum Paid	-	
17	**194-J-TDS On: •Fees for professional/technical services •Royalty •Non-compete fees •Director Sitting fees**	Any person (other than Individual/HUF not liable to Tax Audit in PY)	Any resident	Earlier of Credit or Payment	10% 2% (for Call Centers)	30,000 (for each type of payment)	•No TDS in case fees paid to any CA , Lawyer, Solicitor who is resident in India by NR havig no business connection in India •No TDS required to be by individual/HUF in case fees paid for personal purposes • Sitting fees payable to director liable to TDS @ 10% with no threshold
18	**194LA-TDS on Payment of Compensation on Compulsory acquisition of immovable Property**	Any person	Any resident	At the time of Payment	10%	2,50,000	•No TDS in case of any award/agreement exempt u/s 96 of RFCTLARR Act

TDS RATES & APPLICABILITY

FOR FY 2018-19 (AY 2020-21)

19	**194M-TDS on Payment of Certain Sums by Individual or HUF (w.e.f 01.09.2019)**	Any person being Individual/HUF (other than those required to deduct TDS u/s 194C/194H/194J	Any Resident	Earlier of Credit or Payment	5%	>50,00,000	TDS to be deducted on: •Contract for Work •Commision paid •fees for professional services Person deducting TDS need not to apply for TAN
20	**194N-TDS on Cash Withdrawl (w.e.f 01.09.2019)**	•Any Bankning Co. •Any Cooperative Society •Post Office	Any Resident/Non Resident	Earlier of Credit or Payment	2%	>100,00,000	•TDS to be deducted on amount in excess of 1 crore •No TDS in case payment made to Government, Bankning Co, Cooperative Society, Post office, White Label ATM, Notified Persons •Aggregare cash withdrwals from same bank to be considered for limit •Certificate for Lower/No TDS cannot be issued by AO

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