Revised TDS/TCS Rate Chart from 14.05.2020 to 31.03.2021

In the press conference held on May 13, 2020 the Finance Minister, Smt. Nirmala Sitharaman, announced that the rates of TDS/TCS in respect of specified payments/receipts shall be reduced by 25%. This concession in the rate shall be available for the tax deducted or collected between 14-05-2020 till 31-03-2021. This relief shall not be available to a salaried and non-resident taxpayer. For you ease understanding we have prepared the TDS/TCS rate chart for better clarity.

- **TDS Rate Chart**

Section	Nature of Income	Rate of TDS applicable for the period	
		01.04.2020 to 13.05.2020	14.05.2020 to 31.03.2021
193	Interest on Securities	10%	7.50%
194	Dividend	10%	7.50%
194A	Interest other than interest on Securities	10%	7.50%
194C	Payment to Contractors	1%: If deductee is an individual or HUF 2%: In any other case	0.75%: If deductee is an individual or HUF 1.50%: In any other case
194D	Insurance Commission	5%	3.75%
194DA	Payment in respect of Life Insurance Policy	5%	3.75%
194EE	Payments in respect of deposits under National Savings Scheme	10%	7.5%
194G	Commission and other payments on sale of lottery tickets	5%	3.75%
194H	Commission and Brokerage	5%	3.75%
194-I	Rent	10%: If rent pertains to hiring of immovable property 2%: If rent pertains to hiring of plant and machinery	7.50%: If rent pertains to hiring of immovable property 1.50%: If rent pertains to hiring of plant and machinery

194-IA	Payment for acquisition of immovable property`	1%	0.75%
194-IB	Payment of Rent by Certain Individuals or HUF	5%	3.75%
194-IC	Payment for Joint Development Property	10%	7.5%
194J	Royalty and Fees for Professional or Technical Services	2%: If royalty is payable towards sale, distribution or exhibition of cinematographic films 2%: If recipient is engaged in business of operation of call Centre 2%: If sum is payable towards fees for technical services (other than professional services) 10%: In all other cases	1.50%: If royalty is payable towards sale, distribution or exhibition of cinematographic films 1.50%: If recipient is engaged in business of operation of call Centre 1.50%: If sum is payable towards fees for technical services (other than professional services) 7.50%: In all other cases
194M	Payment to contractor, commission agent, broker or professional by certain Individuals or HUF	5%	3.75%
194O	TDS on E-Commerce Participants	1% (w.e.f. 01.10.2020)	0.75%

- **TCS Rate Chart**

Section	***Goods & Services liable to TCS***	***Rate of TDS applicable for the period***	
		01.04.2020 to 13.05.2020	**14.05.2020 to 31.03.2020**
Section 206C(1)	Alcoholic liquor for human consumption	1%	0.75%

Section 206C(1)	- Timber obtained under Forest lease - Timber obtained by any mode other than under a forest lease - Any other forest produce not being timber or tendu leaves	2.50%	1.875%
Section 206C(1)	Tendu leaves	5%	3.75%
Section 206C(1)	Minerals, being coal or ignite or iron ore	1%	0.75%
Section 206C(1)	Scrap	1%	0.75%
Section 206C(1C)	Parking Lot	2%	1.50%
Section 206C(1C)	Toll Plaza	2%	1.50%
Section 206C(1C)	Mining & quarrying	2%	1.50%
Section 206C(1F)	Sale of Motor Vehicle above 10 lakhs	1%	0.75%
Section 206C(1H)	Sale of goods in excess of Rs. 50 lakh	0.10%	0.075%

Note: It should be noted the rate of TDS/TCS shall be the same in the following situations:

a) Where tax is deductible from salary or provident fund under Section 192 or Section 192A respectively

b) Where the sum is paid or payable to a non-resident person.

d) Where a resident person does not furnish his PAN or Aadhaar and the tax is deductible at a higher rate under Section 206AA or Section 206CC, as the case may be.

Complied by CA Ashwin Jain