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# Frequently Used TDS Rates & Related Provisions - Financial Year 2020-2021 (AY 2021-2022)

| Sections | Nature of payment | Payment in excess of | TDS Rate from 01.04.20 to 13.05.20 | TDS Rate from 14.05.20 to 31.03.21 |
|---|---|---|---|---|
| 194 | Dividend *(w.e.f. 01.04.2020)* including Dividend u/s 2(22) clause (a) to (e) | Rs. 5,000 p.a. | 10% | 7.50% |
| 194A | Interest from Banking Co. / Co-operative Soc. engaged in banking / Post office | Rs.40,000 p.a.(Rs.50,000 p.a. if senior citizen) | 10% | 7.50% |
| 194A | Interest other than covered above | Rs. 5,000 p.a. | 10% | 7.50% |
| 194C | Contractors<br>(including advertising, sub-contractor & transporter other than covered below) | Rs.30,000 per payment OR<br>Rs.100,000 p.a. | 1% (Ind. / HUF)<br>2% (Others) | 0.75% (Ind. / HUF)<br>1.5% (Others) |
| 194C | Transporters *(who owns 10 or less goods carriage during the FY & furnishes declaration along with PAN)* | Nil | Nil | Nil |
| 194H | Commission or Brokerage | Rs. 15,000 p.a. | 5% *(10% if Co.)* | 3.75% *(7.5% if Co.)* |
| 194I | Rent of Land or Building (including factory building) or Furniture or Fittings | Rs. 2,40,000 p.a. | 10% | 7.50% |
| 194I | Rent of Plant & Machinery and Other Equipments | Rs. 2,40,000 p.a. | 2% | 1.50% |
| 194IA | Transfer of Immovable Property other than Agriculture Land | Rs. 50,00,000 | 1% | 0.75% |
| 194J | Payment for professional services, technical services & royalty **(Note-3)** | Rs.30,000 p.a. | 10% *(2% if call center)* | 7.5%(1.5% if call center) |
| 194J(1)(ba) | Any payment to directors other than those on which TDS is deductible u/s 192 | - | 10% | 7.50% |
| 194K | Income in respect of units of Mutual Funds / Units *(w.e.f. 01.04.2020)* | Rs. 5,000 p.a. | 10% | 7.50% |
| 194M | Prof. fees/Contractors/Com. & Brokerage (by Ind/HUF non tax-audit cases) *(w.e.f. 01.09.2019)* | Rs. 50,00,000 | 5% | 3.75% |
| 194N | Payment in Cash by Bank / Co-Operative Bank / Post office *(w.e.f. 01.09.2019)*<br>*(Pmt to defaulters [who has not filed 3 Yrs ITR] TDS @2% if >20L upto 1Cr and @5% if >1Cr w.e.f. 01.07.2020)* | Rs. 1,00,00,000 | 2% | 1.50% |

***Note -1 :*** *No surcharge and health & education cess to be added while deducting TDS*

***Note -2 :*** *As per Section 206AA, TDS is required to be deducted @ 20% if the deductee does not possess OR fails to furnish PAN No.*

***Note -3 :*** *Notification no. 21/2012 dt. 13.06.2012 - TDS is required to be deducted on acquisition of software u/s 194J if condition stated therein are not satisfied.*

| Months | Due Dates | | | Forms | | | Events | Consequences |
|---|---|---|---|---|---|---|---|---|
| | Payment | e-Return filing | Issue of Certificate | Payment | e-Return filing | Issue of Certificate | | |
| April - 2020 | 07.05.2020 | 31st July, 2020<br>*[ Refer Note (b) ]* | 15th Aug, 2020<br>(Other than salary) | Challan No. 281<br><br>**Note:**<br>e-payment of TDS is compulsorily for companies and those covered under tax audit. | • Salary : Form 24Q<br><br>• Others than Salary : Form 26Q | • Salary : Form 16<br><br>• Others : Form 16A<br><br>**Note:**<br>Compulsory to generate Form-16A and Form-16(Part-A) from TRACES Website. | Fails to deduct / deposit TDS | Interest @ 1% p.m. <u>from</u> date of deductible <u>to</u> deducted **<u>And</u>** @ 1.5% p.m. <u>from</u> date of deducted <u>to</u> date of deposit |
| May - 2020 | 07.06.2020 | | | | | | | |
| June - 2020 | 07.07.2020 | | | | | | | |
| July - 2020 | 07.08.2020 | 31st Oct, 2020<br>*[ Refer Note (b) ]* | 15th Nov, 2020<br>(Other than salary) | | | | Fails to furnish TDS Return | Fess @ Rs. 200 per day subject to max. amount of TDS<br><br>Penalty is also applicable if fails to furnish TDS Return even after one year from due date |
| Aug - 2020 | 07.09.2020 | | | | | | | |
| Sep - 2020 | 07.10.2020 | | | | | | | |
| Oct - 2020 | 07.11.2020 | 31st Jan, 2021 | 15th Feb, 2021<br>(Other than salary) | | | | | |
| Nov - 2020 | 07.12.2020 | | | | | | | |
| Dec - 2020 | 07.01.2021 | | | | | | | |
| Jan - 2021 | 07.02.2021 | 31st May, 2021 | 15thJun, 2021-other<br>31thMay, 2021-Salary | | | | Provide incorrect detail in TDS return | Penalty :<br>Min. - Rs. 10,000<br>Max. - Rs. 100,000 |
| Feb - 2021 | 07.03.2021 | | | | | | | |
| March - 2021 | 30.04.2021 | | | | | | | |

***Note (a) :*** *For, TDS u/s 194IA (immovable property) due date is 30 days from end of month, Form-26QB Challan-cum-TDS Statement is applicable and to issue Form-16B for TDS Certificate.*

***Note (b) :*** *Due to COVID-19 TDS Return filing due dates for Q1 & Q2 has been extended upto 31/03/2021.*

*Disclaimer : This chart contains only frequently used TDS rates on payments to residents & related provisions and is intended for knowledge sharing purpose only. Before making any decision users are requested to refer the provisions of Income Tax Act, 1961 and should consult professional advisor in this regards. While every effort has been made to ensure accuracy of information contained in this chart, we assume no responsibility or any liability whatsoever, for any direct or consequential loss howsoever arising from any use of this chart or its contents or otherwise arising in connection herewith. Chart Version : V3/20-21*