Frequently Used TDS Rates & Related Provisions

Financial Year 2021-2022 (AY 2022-2023)

Prepared & Compiled by: CA. ANKIT GAJJAR | B.Com, FCA, DISA (ICAI), MIMA

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Sections	Nature of payment	Payment in excess of	Individual / HUF *(see Note-2)*	Others *(see Note-2)*
194	Dividend [including Dividend u/s 2(22) clause (a) to (e)]	Rs. 5,000 p.a.	10%	10%
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%	10%
194A	Interest other than covered above	Rs. 5,000 p.a.	10%	10%
194C	Contractors (including advertising, sub-contractor & transporter other than covered below)	Rs.30,000 per payment OR Rs.100,000 p.a.	1%	2%
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%	5%
194I	Rent of Land or Building or Furniture or Fittings	Rs. 2,40,000 p.a.	10%	10%
194I	Rent of Plant & Machinery and Other Equipments	Rs. 2,40,000 p.a.	2%	2%
194IA	Transfer of Immovable Property except Agriculture Land	Rs. 50,00,000	1%	1%
194J	Payment for Professional Services, FTS & royalty	Rs.30,000 p.a.	10% *(2% if FTS)* & *(2% if call center)*	
194J(1)(ba)	Any payment to directors except liable for TDS u/s 192	-	10%	10%
194K	Income in respect of units of Mutual Funds / Units	Rs. 5,000 p.a.	10%	10%
194M	Prof. fees/Contractors/Com. & Brokerage (by Ind/HUF non tax-audit cases) *(w.e.f. 01.09.2019)*	Rs. 50,00,000	5%	5%
194N	Payment in Cash by Bank / Co-Operative Bank / Post office *(w.e.f. 01.09.2019)* *(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% *(Provision of section 206AB is not applicable for this section)*	
194Q *(Applicable to Buyer whose turnover >10Cr in preceding FY)*	Payment by buyer for purchase of goods for value exceeding Rs. 50 Lakhs from a seller *(w.e.f. 01.07.2021)* *[Not applicable in case on which TDS / TCS has already been deducted with one exception for transaction already covered u/s 206C(1H)]*	Rs. 50,00,000	0.1%	0.1%

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

Note -2 : These TDS rates are subject to provision of section 206AA and 206AB. If same are applicable then TDS rate will be as under;

Section / Condition	*TDS Rate will be*	*Section / Condition*	*TDS Rate will be*
Section 206AA : *If payee does not furnish PAN to the person responsible for deducting TDS*	*Higher of; (i) At the rate of relevant provision (ii) At the rate in force (iii) At the rate of 20%*	***Section 206AB :*** *(w.e.f. 01.07.2021) Payment to person who has not filed ITR for 2 PYs preceding the year in which TDS is required to be deducted, for which time limit u/s 139(1) has expired and amount of TDS/TCS in his case in each of 2 PYs is Rs. 50,000 or more.*	*Higher of; (i) Twice the rate of relevant provision (ii) Twice the rate in force (iii) At the rate of 5%*

Imp Note : *in case, provision of section 206AA and 206AB both are applicable, then TDS to be deducted at higher of rate determined under 206AA and 206AB*

Months	Due Dates: Payment	Due Dates: e-Return filing	Due Dates: Issue of Certificate	Forms / Challan	Events	Consequences
April - 2021	07.05.2021	31st July, 2021	15th Aug, 2021 (Other than salary)	TDS Payment: Use Challan No. 281	Fails to deduct / deposit TDS	Interest @ 1% p.m. from date of deductible to deducted **And** @ 1.5% p.m. from date of deducted to date of deposit
May - 2022	07.06.2021					
June - 2021	07.07.2021					
July - 2021	07.08.2021	31st Oct, 2021	15th Nov, 2021 (Other than salary)	Use e-TDS Return: Form-24Q for salary Form-26Q for others	Fails to furnish TDS Return	Fess @ Rs. 200 per day subject to max. amount of TDS. Penalty is also applicable if fails to furnish TDS Return even after one year from due date
Aug - 2021	07.09.2021					
Sep - 2021	07.10.2021					
Oct - 2021	07.11.2021	31st Jan, 2022	15th Feb, 2022 (Other than salary)	Issue TDS Certiciate: Form-16 for salary Form-16A for Others		
Nov - 2021	07.12.2021					
Dec - 2021	07.01.2022					
Jan - 2022	07.02.2022	31st May, 2022	15thJun, 2022-other 31thMay, 2022-Salary		Provide incorrect detail in TDS return	Penalty : Min. - Rs. 10,000 Max. - Rs. 100,000
Feb - 2022	07.03.2022					
Mar - 2022	30.04.2022					

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.*

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