Frequently Used TDS Rates & Related Provisions

Financial Year 2022-2023 (AY 2023-2024)

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Sections	Nature of payment	Payment in excess of	Individual / HUF (see Note-9)	Others (see Note-9)
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 Agri. Land	Rs. 50,00,000 *(see Note-2)*	1% *(see Note-8)*	
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/Commission & Brokerage	Rs. 50,00,000 *(see Note-3)*	5% *(see Note-8)*	
194N	Payment in Cash by Bank / Co-Op. Bank / Post office	Rs. 1,00,00,000 *(see Note-4)*	2% *(see Note-8)*	
194Q *(see Note-5)*	Purchase of goods for value exceeding Rs. 50 Lakhs by buyer from a seller *(see Note-6)*	Rs. 50,00,000	0.1%	0.1%
194R *(w.e.f. 01.07.2022)*	Benefit / Perquisitie in case of Business or Profession *(see Note-7)*	Rs. 20,000	10%	10%

Note -1 : No surcharge and health & education cess to be added while deducting TDS
Note -2 : TDS shall be on amount of actual consideration or stamp duty value of such property, whichever is higher *(w.e.f. 01.04.2022)*
Note -3 : Applicable when deductor is Individual / HUF non tax-audit cases
Note -4 : In case payment to defaulters (who has not filed 3 Yrs ITR) then TDS @2% if cash payment > 20L upto 1Cr and @5% if cash payment > 1Cr
Note -5 : Applicable to Buyer whose turnover is > 10Cr in preceding PY
Note -6 : Not applicable in case on which TDS / TCS has already been deducted with one exception for transaction already covered u/s 206C(1H)
Note -7 : Applicable to all deductor except Ind. / HUF whose turnover in case of business <1Cr or Profession <50L in immediately preceding PY
Note -8 : Provision of section 206AB is not applicable in case of TDS u/s 194-IA, 194M and 194N
Note -9 : Except Note-8, All 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%#* *# (for 194Q it is 5%)*	***Section 206AB :*** *(w.e.f. 01.04.2022)* *Payment to person who has not filed ITR for previous year immediately 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 said previous year 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 - 2022	07.05.2022	31st July, 2022	15th Aug, 2022 (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	07.06.2022					
June - 2022	07.07.2022					
July - 2022	07.08.2022	31st Oct, 2022	15th Nov, 2022 (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 - 2022	07.09.2022					
Sep - 2022	07.10.2022					
Oct - 2022	07.11.2022	31st Jan, 2023	15th Feb, 2023 (Other than salary)	Issue TDS Certiciate: Form-16 for salary Form-16A for Others		
Nov - 2022	07.12.2022					
Dec - 2022	07.01.2023					
Jan - 2023	07.02.2023	31st May, 2023	15th June, 2023 (Salary & Other)		Provide incorrect detail in TDS return	Penalty : Min. - Rs. 10,000 Max. - Rs. 100,000
Feb - 2023	07.03.2023					
Mar - 2023	30.04.2023					

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

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