TDS RATES CHART
SMART NOTES
By CA YASH KHANDELWAL

SECTION	RATES	LIMITS / CONDITIONS
192A R+NR PF Acc. Balance	10% NO PAN → MMR	Service < 5 yrs, Amt Exceeds 50K → TDS Applicable. Service > 5 yrs → NO TDS
194 I Rent kaun deta hai? मैं → I.	P&M – 2% (1.5%) BUILDING – 10% (7.5%)	NO TDS if AGG. RENT < 2,40,000
194 C C → Contractor	Ind/HUF → 1% (0.75%) Others → 2% (1.5%)	NO TDS if: Single Payment ≤ 30,000 Aggregate amt. during F.Y. < 1 lac
194 J – JANHIT Professional Fees Is Section me blue har rate 3/4th ho jayega	Operation of Call Centre – 2% Others – 10% FTS Being a professional service → 10% Others → 2% ROYALTY Sale, distribution of Films → 2% Others → 10%	NO TDS if Fees for Professional services / FTS / Royalty / Non Compete Fees ≤ 30,000 Commission/sitting Fees Paid to Non-Executive/Independent Directors. ↳ No Threshold limit

194 H → Hafta. Commission / Brokrage	5% (3.75%) 5 Pakka R+NR ←	LIMIT – ₹ 15000 DITTO SAME → Sec 194 D → Ins. Commission (3.75%) Sec 194G → Lottery sale Commission (3.75%)
194M → Man Se. Payment to → CONTRACTOR → PROFESSIONAL FEES → COMMISSION / BROKRAGE	5% (3.75%)	KAUN KAATEGA → Individual/HUF Jo u/s 194C, 194J, 194H me cover nahi hote. KISKA KATEGA → Any Resident Person LIMIT → Agg. Amt paid > 50 lakh in the year
194 B → Lottery, Puzzles ↓ Badi lottery. 194 BB → Horse Race ↓ Bhag Bhag. R+NR	30% 30%	LIMIT → ₹ 10,000 LIMIT → ₹ 10,000.
194 E → Payment to NR Sportsman, Association, ENTERTAINER	20%	Also refer sec 115BBA in NR chapter.
195 Payment made to NR or Foreign Co.	Rate in Force ↓ given in Finance Act every year.	→ TDS only applicable if amt. recd by NR or Foreign Co. is Taxable in India. → If Rates given in DTAA are lower, then those Rates will apply.

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194 TDS on Dividend	10% (7.5%) KAUN KAATEGA → DOMESTIC COMPANY KISKA KATEGA → RESIDENT PERSON	Payment made by → any mode other than cash → ≤ 5000 → NO TDS → > 5000 → TDS applicable → cash → No limit
193 Interest on Securities 194A → ALAG WALA INTEREST Interest other than Int. on Securities	10% (7.5%) 10% (7.5%)	NO TDS:- → Int payable on CG or SG Securities → Int paid to LIC, GIC LIMIT → Bank → 40,000, other → 5000 co-op bank/post office 50,000 for senior citizens
194DA Maturity Proceed of LIP DA- DAULAT	After 1.9.19 → 5% (3.75%)	On Income component (Maturity less Premium paid) NO TDS if:- If amount less than 100,000 If Sum is Recd. on death of Insured.
194 IA Sale of Immovable Property	1% of Sale Price (0.75%)	1. No TDS on Rural Agri land 2. Consideration < 50 lacs → NO TDS → TDS on 50 lacs or more

194 IB TDS on rent of Immovable Property	5% (3.75%) NO PAN → 20% → Dedn not to exceed rent for Last Month	NO TDS IF RENT ≤ 50,000
194 IC → Indira Colony. Consideration for agreement as per Sec 45(5A) ↓ JDA	10% (7.5%)	IF CONSIDERATION IN KIND → NO TDS
194 LA Compulsory Acq. of IMMOVABLE PROPERTY	10% of Sale Price (7.5%)	Amt ≤ 2,50,000 → NO TDS Rural or Urban Agri land → NO TDS
194K TDS on Income in respect of units.	10% (7.5%) KAUN KAATEGA → UTI/MF KISKA KATEGA → Resident person	NO TDS if payment is upto ₹ 5000 in a P.Y.
194LB TDS on Interest on Infrastructure Debt Fund	5%	KAUN KAATEGA → Inf. Debt Fund KISKA KATEGA → NR/FC.

194N → Nahi denge. TDS on Cash withdrawls in excess of ₹ 1 crore	When limit is 1 Cr:- Rate - 2%. When limit is 20 lacs:- 20 lakhs to 1crore → 2% Above 1 crore → 5%	→ TDS only applicable on excess amount over and above limit. e.g.→ Withdrawal → 1.20 crore TDS applicable on 0.20 crore only. → Alag Alag Bank ke liye alag alag limit check karenge. → Agar assessee ne preceding 3 P.Y., jinki due date u/s 139(1) expire ho chuki hai, vo 3 P.Y. ke Returns file nahi kiye hai, To limit 20 lakhs ho jayegi.
194-O TDS on payment by E-commerce Operator w.e.f. 1/10/20	1% (0.75%) KAUN KAATEGA → E-Commerce Operator KISKA KATEGA → E-Commerce participant (Resident person) 206AA → Rate will be 5% instead of 20% in case PAN not provided.	NO TDS if all the following conditions are satisfied: ① E-comm. operator → Ind/HUF ② Gross amt of Sale/Services during P.Y. is upto ₹ 5 lakh ③ PAN or aadhaar furnished.

Sec 197 B added by Taxation & Other laws (R&A) Act, 2020.

Between date 14/05/20 to 31/03/21 → TDS Rates will be 3/4 th of rate specified in these sections.

Applicable on Sections	Not applicable
193, 194, 194 A, 194 C, 194 D, 194 DA, 194 EE, 194 F, 194 G, 194 H, 194-I, 194-IA, IB, IC, 194 J, 194 K, 194 LA, 194 LBA(1)-R, 194 LBB(1)-R, 194 LBC(1)-R, 194 M, 194-O.	192, 192 A, 194 B, 194 BB, 194 E, 194 N, 194 LB

To whom HIJAC are applicable?

HIJAC → (1) Assessee other than Individual/HUF

↓

(2) Ind/HUF whose last year T/O > 1 cr in case of Business
G/R > 50 lacs in case of profession.

ALL THE BEST!

- CA YASH KHANDELWAL.