

TDS SUMMARY

AY 2025-26

Section	Nature of payment	Deductor	Deductee	Rate	Threshold	When?	Exceptions	Other Points
192 (206AB: NA)	Salary	Employer	Employee (R/NR)	Avg rate of tax	<input checked="" type="checkbox"/>	Payment	1. Sec 17(2)(vi) Eligible startup(80-IAC) ESOP/ Sweat equity to EE » TDS » 14DAYS (EARLIEST) <ul style="list-style-type: none"> • After 48m from end of RAY • From date of SALE • From date assessee CEASES to be employee 2. ITC Ltd v/s CIT TDS not deductible on tip received: <ul style="list-style-type: none"> • Taxable under IFOS not salary • Employment contract--> tip has no reference • Person responsible for paying tip is customer. 	<ul style="list-style-type: none"> ▪ EE to declare 115BAC / Opt out, TDS,TCS,HP LOSS. ▪ Non monetary perquisite » ER may pay TDS. ▪ HRA > 1L p.a » Name of landlord & PAN ▪ LTC » Proof of travel. ▪ Interest on HP » Name of lender & PAN. ▪ Chapter VI A » Proof. ▪ Form 16 (TDS certificate) » ER to EE ▪ Form 12BA (perquisites) » ER to EE
192A	Premature PF withdrawal	Trustee of PF	Employee	10%	>= 50,000	Payment	<ul style="list-style-type: none"> • Completed continuous service of 5 Yrs. • Service terminated before 5 Yrs--> Illness etc. • Transfers of balance PF due to change in employment 	<input checked="" type="checkbox"/>
193	Interest on Securities	Person paying Interest	Resident	10%	<input checked="" type="checkbox"/>	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> • National Defence Bond/ Loan • National Development Bonds, NSC • Deb. » Co. Notified by CG (PFC, IRFC) • Gold Bonds (Nominal value ≤ 10,000) • Public Co. » debenture » R (Ind/HUF) (Aggregate) ≤ 5,000 + A/c payee cheque. • CG/ SG securities Except Intt. > 10,000 on <ul style="list-style-type: none"> ▪ 8% Savings taxable bond ▪ 7.75% Floating rate saving bonds • LIC, GIC, other insurance • SPV to BT 	<input checked="" type="checkbox"/>
194	Dividend	PO of Indian Co.	Resident SH	10%	>= 5,000	Payment	<ul style="list-style-type: none"> • Intt. < 5,000 » Other than cash • LIC, GIC, Other ins/ SPC To BT/ Others (CG) 	<input checked="" type="checkbox"/>
194A	Interest other than interest on securities	Bade Log	Resident	10%	> 40,000 (Banks) > 5,000 Any other case	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> • Aggregate (Bank/Co-op/PO) ≤ 40K [SC ≤ 50K] ≤ 5,000 in any other case. • PAID TO Bank/Co-op bank, LIC, UTI, CG notifies institutions (HUDCO) • Paid by firm/ co-op society(Not bank) » Partner, members & other co-op society. • Deposit with PACS/ Co-op land mortgage bank / co-op land dev. bank Exception: Co-op society T/O > 50Cr. » Co-op society > 40,000 • MACT compensation ≤ 50,000 (Aggregate) • ZCB » Infra Co./ Infra debt Co./ Sch. bank/ PSC • SPV to BT 	<ul style="list-style-type: none"> ▪ All branches (covered under CBS) » limit (aggregate) ▪ No TDS on daily bank interest » NOT A CONSTRUCTIVE CREDIT » annual/ periodic basis. ▪ FD » Registrar General of Court » TDS » final order » ownership of money. ▪ Deposit in CGAS but depositor dead: For & upto death- TDS against PAN of depositor After death- TDS against PAN of legal heir. ▪ No TDS - Sch. bank to member of ST.
194B (206AB: NA)	Winning from Lottery,Card game,Crossword puzzle, Gambling/betting (OFFLINE)	Any Person	Any Person (R/NR)	30%	> 10,000 (Aggregate)	Payment	<input checked="" type="checkbox"/>	<ul style="list-style-type: none"> ▪ Cash insufficient -Recipient of winnings shall pay tax +submit proof to distributor for release of winnings. ▪ ROI Mandatory even if TDS deducted.

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194BA (206AB: NA)	Winning from Online gaming	Any Person	Any Person	30% of NET WINNINGS [Net Winnings = clo.balance (+) withdrawal (-)non taxable deposit (-)Op.Balance]	>= Rs.100 p.m	Withdrawal & End of FY	<input checked="" type="checkbox"/>	<ul style="list-style-type: none"> Aggregate of all user a/c = net winnings. Bonus, referral bonus = taxable deposits (Not included in net winnings). Bonus not withdrawable » No TDS Trf within same intermediary = not withdrawal. Valuation of winning in kind always FMV except: Winnings purchased = purchase price Winnings mfg = Normal selling price.
194BB (206AB: NA)	Winings from Horse Race (NOT O & M OF HORSE)	Bookmaker/ licensed by Govt./ arranging bets	Any Person	30%	> 10000	Payment	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
194C (NO PAN: 20%)	WORK or labour supply	<u>Specified Person:</u> <ul style="list-style-type: none"> Bade Log Firm/ Co. <ul style="list-style-type: none"> Govt (CG/SG/LA) Trust Co-op Society Govt of Foreign state 	Resident Contractor + Sub-contractor	<ul style="list-style-type: none"> Indv/HUF: 1% Others: 2% 	<ul style="list-style-type: none"> Single payment > 30,000 Aggregate > 1,00,000 	P/C--> Earlier	<ul style="list-style-type: none"> Indv/HUF- personal purpose. Professional services (194J) Construction contracts. 	<p>1. Defn. of Work includes:</p> <ul style="list-style-type: none"> Advertising Broadcasting/ Telecasting/Production of programmes as per specification to broadcast. [No TDS for telecasting/broadcasting right only since no Contract for "carrying out of work"] Catering Carraige of goods/passenger (Others than railways) Mfg./ Supply of customised product (Material from customer/ Associated person). <p>2. For Customised product, TDS on (Invoice value - Material cost) if value of material is given separately. Else on whole invoice value.</p> <p>3. Payment to any 3rd party for transport is laible to TDS.</p> <p>4. [Shree Choudhary Transport Co v/s ITO]: Payment to sub-contractor - 194C applies.</p>
194D	Insurance commission	Any person	Resident	Domestic Co.: 10% Others: 5%	>= 15,000	P/C--> Earlier	Profit - Reinsurance Co. to Insurance Co.	It includes revival or renewal of policy.
194DA	LIC	Any person	Resident	5% / 2%	>= 1,00,000 (Maturity proceeds)	Payment	NO TDS on Maturity proceeds (Only Income covered)	<ul style="list-style-type: none"> Policy includes Bonus not exempt u/s 10(10D) Income = Maturity proceeds (-) Premium paid
115BBA (TAX)	Tax on NR Sportsmen & Sports Association	Any person	NR Sportsmen/ Entertainer/ association	20%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<ul style="list-style-type: none"> No other deductions allowed. ROI not mandatory if TDS deducted u/s 194E.
194E	Payment to NR sportsmen/ sports association	Any person	NR Sportsmen/ Entertainer/ Sports association	20.80%	<input checked="" type="checkbox"/>	P/C--> Earlier	Match Referee	NR Sportmen include Athlete.
194EE	NSS	Any person	Any person	10%	>= 2,500	Payment	Payment made to heirs of the assessee	<input checked="" type="checkbox"/>

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194G	Comm. on sale of lottery tickets	Any person (generally SG)	Stocking, distributing/ purchasin/ selling lottery tickets	5% / 2%	> 15,000	P/C--> Earlier [Cash or any mode]	☒	It includes remuneration, prize money on sale of lottery tickets.
194H (NO PAN: 20%)	Commission (except insurance)/ Brokerage	Bade Log	Resident	5% / 2%	>= 15,000	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> Commission to public call office franchise. Commission/ brokerage on prof. service Vodafone Essar v/s ACIT: <ul style="list-style-type: none"> Discount on SIM cards to distributor is commission? No sale of goods » accountable to subscribers. CIT v/s Intervet India P Ltd: <ul style="list-style-type: none"> Incentive to stockist/ distributor ≠ Commission. P-P relationship. 	Singapore Airlines Ltd v/s CIT: (194H ✓) <ul style="list-style-type: none"> Both standard & supplementary commission. Principal & Agent. Software to find the actual price. Overruled HC judgement on CIT v/s Qatar Airways <ul style="list-style-type: none"> Retention of commission is deemed constructive payment.
194I	Rent	Bade Log	Resident	P&M: 2% L&B/ Furniture:10%	>= 2,40,000 (Aggregate of all assets) Co-owner: >= 2,40,000 for each separately.	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> REIT Passenger Service Fee (PSF) Cold storage facility (194C ✓) Landing & parking charges (194C ✓) One time lease payment (not adjustable in periodic rentals) Refundable deposit, Security deposit 	Applicable on advance payment of rent.
194IA (NO TAN) (206AB: N.A)	Imm. Prop. (RAL ☒)	Transferee	Resident transferor	1% of Higher of: SDV, or Consideration.	>= 50Lakhs	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> Both Consideration & SDV < Rs.50L 194LA applies. 	<ul style="list-style-type: none"> UAL (194IA ✓) Includes all incidental charges.
194LA	Comp. Acq (Comp. incl. Enh. Comp)	Any person	Resident	10%	>= 2,50,000	Payment [Cash or any mode]	<ul style="list-style-type: none"> RAL UAL 	☒
194IB (NO TAN) (206AB: N.A)	Rent	Chote log	Resident	5% / 2%	> 50,000 p.m or part thereof	Last month of year/ tenancy: Earlier. [Cash or any mode]	☒	206AA (No PAN): 20%
194IC	JDA (Only Cash)	Any person	Resident	10%	Nil	P/C--> Earlier [Cash or any mode]	☒	☒
194J	Prof. Service (Refer Sec 44AA)	Bade Log	Resident	Prof. service: 10% Tech. Service: 2% Royalty: Cinema: 2% Others: 10% Biz.Call centre: 2%	>= 30,000	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> Construction service, Mining projects. Salary taxable u/s 192 Indv/HUF- Personal use. 	<ul style="list-style-type: none"> Aggregate- For each category Sportsmen,umpire, coach, physio therapist, event manager (sports) covered. (CBDT circular) Sitting fee of director u/s 197(5) TPA payment to hospitals. No ER-EE relation - 194J ✓ (Manipal Health Systems)
194K	MF / UTI	Any person	Resident	10%	>=5,000	P/C--> Earlier	CG	☒

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194M (NO TAN) (206AB: N.A)	Work, Comm, Prof/ FTS	Chote log+ Bade log for PU (194C ☒)	Resident	5% / 2%	>=50Lakhs	P/C--> Earlier [Cash or any mode]	☒	Chote log- 194C/J/H ☒
194N (206AB: N.A)	Cash withdrawal	Bank/ Co-op bank/PO	Any person / Co-op Society	2% / 5% in excess of threshold	ROI filed: > 1Cr. Non filer (3PY): > 20L Co-op Society: > 3Cr.	Payment	<ul style="list-style-type: none"> • Cash paid to Govt/ Govt Auth. • Bank/Co-op/PO • White labelled ATM Operator • Comm. Agent under APMC • Auth. Dealer/ Full fledged money operator. 	For any person: 0-20L: Nil 20L-1Cr: 2% > 1Cr: 5% For Co-op Society: 0-20L: Nil 20L -3Cr: 2% > 3Cr: 5%
194O (NO PAN: 5%)	ECO	ECO	ECP	1% / 0.1% of GROSS AMOUNT	☒	P/C--> Earlier	ECP = Indv/HUF (Gross amount < 5Lakhs) + PAN furnished	<ul style="list-style-type: none"> ▪ 194O = TDS of other sec N.A ▪ ONDC: TDS deducted by seller side ECO. ▪ Gross amount= packaging+conviniene+shipping. ▪ No TDS on GST: Separately shown ▪ On payment: TDS on full amount. ▪ Goods replaced: No Adj, Money return: Adj/ credit ▪ Promotional exp: Not considered in gross amount ▪ Discount at origin: Gross amount = after discount.
194P	Pension/ Intt Income from same bank	Bank	Specified SC (SSC)	Slab Rate	☒	Payment	☒	<ul style="list-style-type: none"> ▪ SSC: >=75yrs + pension & intt income + Decln(From 12BBA) ▪ Slab rate: 115BAC (Rebate u/s 87A ✓) / Old Regime ▪ Chapter VI A: Proof ▪ NO ROI.
194Q (NO PAN: 5%)	Purchase of Goods	Resident Buyer (T/O > 10Cr.) PY	Resident seller	0.1% of excess of Rs. 50 lakhs	> 50 Lakhs	P/C--> Earlier [Cash or any mode]	<ul style="list-style-type: none"> • Seller excludes CG/ SG dept. • RSE: Securities/ Commodities • Electricity/ Power gen • 194O & 206C(1H) 	<ul style="list-style-type: none"> ▪ 194Q = N.A: Year of incorporation. ▪ Applicable in advance payment
194R	Benefit/ Perq. (B/P)	Bade Log	Resident	10% of FMV	>=20,000	Before B/P	<ul style="list-style-type: none"> • Waiver on loan. • N.A to sale discount, cash discount or rebate. • Bonus/ Right shares • Invoice in name of client • Invoice not in name of client- Pure agent • Out of pocket exp (Reimb.) Part of bill - 194C/J applies. • Exp on leisure trip/ Family members. 	194R Applies: <ul style="list-style-type: none"> ▪ Social media influencer (Not returned) ▪ Free sample / Incentives (C/K) / Trip / Free tickets to events. ▪ Free medical sample ▪ OOP exp- Invoice in other name reim. by client.
194S (NO TAN)	VDA Consideration	Person responsible for payment	Resident	1%	Chote log & Indv/HUF (no PGBP income) > 50K Others: >10K	P/C--> Earlier	<ul style="list-style-type: none"> • 194S overrides 194O • 194Q N.A 	VDA via exchange: Deduction by exchange
194T	Firm to partner	Firm	Partner (R/NR)	10%	>=20,000	P/C--> Earlier	☒	☒

NOTE:

Bade log includes: i) Indv/HUF- Business T/O > 1Cr. OR Prof- GR > 50Lakhs ii) Others - Co./Firm/LLP	Chote Log includes: i) Indv/HUF - T/O <= 1Cr. ii) Prof. - G/R <= 50L]	NO PAN (206AA): Higher of <ul style="list-style-type: none"> • Rates as per provisions. • Rated in force • 20% 	Non-filers of ROI (206AB): Higher of <ul style="list-style-type: none"> • 2X of Act • 2X of rates in force • 5%
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Where 206AA & 206AB applies, higher of the two.