

# TDS RATE CHART

## AS PER RECENT AMENDMENTS

**PRESENTED BY: - TOP GST EXPERTS AND ADVISORS PVT. LTD.**

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## TOP GST EXPERTS AND ADVISORS PVT. LTD.

### TDS RATE CHART (FY 2021-22 / AY 2022-23)

Section	Nature of payment	Rate of Tax	Non filers of Tax Return (Note 1)	If No PAN or Invalid PAN (Note 2)	Threshold Limit(in INR)
192	Payment of salary	Tax rates as per slab rate	Tax rates as per slab rate	Tax rates as per slab rate	Option to choose between new and old tax slab regime
193	Interest on securities	10%	20%	20%	Upto Rs. 5,000/- (only for Individuals & HUF)(Refer Note 3)
194A	Interest other than interest on securities	10%	20%	20%	Upto Rs. 5,000/-
194C	Payment to contractor /sub contractor				
	-Individual / HUF	1%	5%	20%	Single bill limit of Rs. 30,000/- and
	- Company	2%	5%	20%	Aggregate limit of Rs 1,00,000/- per annum
194C	Payment to contractor/ sub contractor being a transporter				Refer Note 4
	-Individual/HUF	1%	5%	N.A.	Single bill limit of Rs. 30,000/- and
	-Others	2%	5%	N.A.	Aggregate limit of Rs 1,00,000/- per annum
194H	Payment of commission or brokerage	5%	10%	20%	Upto Rs. 15,000/-
194I	Payment of Rent				
	- Of plant and machinery	2%	5%	20%	Upto Rs. 2,40,000/-
	- Of land/building/furniture /fitting	10%	20%	20%	Upto Rs. 2,40,000/-
194IA	Transfer of any immovable property (other than rural agricultural land)	1%	5%	20%	Upto Rs. 50,00,000/-
194IB	Payment of rent by Individual/HUF	5%	10%	20%	Upto Rs.50,000 per month (Refer Note 5)
194IC	Payment of monetary consideration under Joint Development Agreement	10%	20%	20%	No such limit
194J	Professional fees or technical services				
	Technical Services & for payment to call centre	2%	5%	20%	Upto Rs. 30,000/- (Refer Note 6)
	Other Cases	10%	20%	20%	Upto Rs. 30,000/- (Refer Note 7)
194M	Payment by Individual/HUF of specified sums (other than those covered under S. 194C/ H/ J)	5%	10%	20%	Upto Rs. 50,00,000/- (Refer Note 8)
194Q	TDS on purchase of Goods	0.10%	5%	5%	Exceeds Rs. 50,00,000/- ( Refer Note 9)
206C	206(1H)- Sales/ Turnover/ Gross receipts from business	0.10%	5%	1%	Exceeds Rs. 50,00,000/-

#### Notes: -

- 1) Finance Act 2021, has introduced the said provision - effective from 1st July, 2021 - If person has failed to file his tax return for two previous years (for which time limit of filing the tax return has expired) and aggregate of TDS / TCS is Rs. 50,000 or more in each year, then the tax to be deducted at specified rates.
- 2) a) Person who fails to furnish his PAN or  
b) fails to link his aadhaar card number with PAN number by 30th June, 2021 then tax to be deducted at specified rates as mentioned above.
- 3) Threshold limit for interest paid on debentures is Rs. 5,000 whereas the threshold limit for interest on 7.75% GOI Savings (Taxable) Bonds 2018 is Rs. 10,000.
- 4) No tax is deductible on payment made to transporter u/s 194C, subject to fulfilment of following conditions:
  - a) the contractor owns ten or less goods carriage at any time during the previous year and gives declaration to that effect;
  - b) provides PAN number.
- 5) TDS on rent u/s. 194IB shall be required to be deducted only in the last month of the previous year or last month of the tenancy, if property is vacated during the year at the time of credit or payment, whichever is earlier.
- 6) The term technical services have not been defined in the Act. Judicial authorities have held that services can be classified as technical service only when special skills / knowledge / education is required for the

provision of services. Use of a standard facility not involving human element cannot be classified as technical services.

- 7) Other cases include professional royalty where such royalty is in the nature of consideration for sale, distribution or exhibition of cinematographic film or any other professional services.
- 8) Any Individual / HUF, who pays any sum in the nature of Contract (194C) / Commission or Brokerage (194H) / Professional fees (194J) and not liable to pay TDS under the respective sections, aggregate value of which exceeds Rs. 50 lakhs shall be required to deduct tax at specified rates. The said provision is basically to keep an eye on expense which are not claimed as business expenditure.
- 9) This section is applicable from 1st of July, 2021. The Threshold Limit is Rs.50,00,000 applicable when total sales or gross receipts or turnover from the business carried on exceeds Rs. 10 Crores during the financial year immediately preceding the financial year in which the purchase of goods is carried out.

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