



TDS rate chart for FY 2021-2022:

Finance Act, 2021 has effected increase in threshold limit of TDS deduction on various payments and revision in rates of deduction of tax at source on various payments. The TDS rate chart for the FY 2021-22 applicable with effect from April 1, 2021 is as under:

Section	Nature of payment	Threshold limit	TDS rate		Applicability date, if new section
			With PAN	Without PAN	
192	Salary	As per the Tax Slabs under old regime OR under new regime Section 115BAC	Avg rate	30%	
192A	Premature withdrawal from EPF	INR 50,000	10%	20%	
193	Interest on securities	GOI 8% Savings (Taxable) Bonds 2003 or 7.75% Savings (Taxable) Bonds 2018 - INR 10,000 Debentures if paid by account payee chq – INR 5,000	10%	20%	
194	Deemed dividend	INR 5000 to resident shareholder paid by any mode No threshold limit if paid in cash	10%	20%	
194A	Interest other than interest on security	Interest received in case of on Bank Deposit/ Post office deposit to:	10%	20%	

		Others - INR 40,000 Senior Citizen – INR 50,000 In other cases - INR 5000			
194B	Winning from lotteries	INR 10,000	30%	30%	
194BB	Winnings from horse race	INR 10,000	30%	30%	
194C	Payments to contractors	Single: INR 30000 Aggregate annual limit of INR 1,00,000	Indi/HUF-1% Others- 2%	20%	
194C	Payment to Transporter covered u/s 44E who submits declaration in prescribed format with PAN, owning less than 10 goods carriages)	No threshold limit	NIL	20%	
194D	Insurance Commission	INR 15,000	Ind/HUF-5% Others- 10%	20%	
194DA	Payment of life insurance not exempted u/s 10(10D)	INR 1,00,000	5%	20%	
194E	Payment to NR Sportsmen or Sports Association	No threshold limit	20%	20%	
194EE	Payment of National Saving Scheme	INR 2,500	10%	20%	
194F	Payment on account of repurchase of unit by Mutual Fund or Unit Trust of India	No threshold limit	20%	20%	
194G	Commission on sale of lottery ticket	INR 15,000	5%	20%	

194H	Payment of commission/ brokerage	INR 15,000	5%	20%	
194I	Payment of Rent	INR 2,40,000	P&M- 2%, Land/building/ furniture- 10%	20%	
194IA	Payment of immovable property (other than agricultural land)	Sale consideration up to INR 50,00,000	1%	20%	
194IB	Rent (payable by an individual or HUF not covered u/s 194I)	Threshold limit INR 50,000 per month Tax deducted for the last month of the previous year or the last month of tenancy if property vacated during year (TDS not to exceed amount of rent payable at time of deduction)	5%	20%	
194IC	Payment of monetary consideration under Joint Development Agreements	No threshold limit	10%	20%	
194J	Professional Fees, Technical Services, Royalty, etc	INR 30,000	Professional fees to call centre- 2%; FTS-2%; Other than call centre- 10%	20%	
194K	Payment of any income in respect of Unit of Mutual Fund as per Section 10(23D), Unit from administrator OR Unit from specified company, excluding income in the nature of Capital Gains	INR 5,000	10%	20%	

194LA	Payment of compensation or enhanced compensation on compulsory acquisition of certain immovable property (other than agricultural land)	INR 2,50,000	10%	20%	
194LBA(1)	Income from units of business trust – referred to in sec 115UA, of nature of Section 10(23FC)(23FCA) paid to resident	No threshold limit	10%	20%	
194LBA(2)	Income from units of business trust – referred to in sec 115UA, of nature of Section 10(23FC) paid to non-resident or foreign company	No threshold limit	For 10(23FC)(a) @ 5% For 10(23FC)(b) @ 10%	20%	
194LBA(3)	Income from units of business trust – referred to in sec 115UA, of nature of Section 10(23FCA) paid to non-resident or foreign company	No threshold limit	A per rates in force	-	
194LB	Income by way of interest from infrastructure debt fund (Non-resident or foreign company)	No threshold limit	5%	20%	
194LBB	Investment fund paying an income to a unit holder (other than income exempt u/s 10(23FBB))	No threshold limit	10% for Resident At rates in force for others	30%	
194LBC	Income in respect of investment in securitisation trust	No threshold limit	Indi/HUF -25% Others- 30%	30%	
194LC	Payment of interest by an Indian Co or a business trust in respect of money borrowed in foreign currency under a loan agreement or by way of issue of long-term bonds	No threshold limit	5% For foreign loans from IFSC for bonds – 4%	-	

194LD	Payment of interest on rupee denominated bond of an Indian Company or Government securities or municipal debt securities to a Foreign Institutional Investor or a Qualified Foreign Investor	No threshold limit	5%	-	
194M	Payment of comission (not being insurance commission, brokerage, contractual fees, professional fees falling u/s 194C, 194H, 194J or 194D)	INR 50,00,000	5%	20%	
194N	Cash withdrawal in excess of INR 1 crore during previous year from one or more account by a person with a banking company, co-oprative society, or a post office	INR 1,00,00,000 if no default is made on filling of Return; 20,00,000 if a person default in filling of return for all previous 3 AYs	2% In case of ITR defaulter: - 2% from 20 lacs to 1 cr - 5% on sum exceeding 1 cr	20%	
194-O	Applicable for E-Commerce operator for sale of goods or provision of services facilitated by it through its digital or electronic platform	INR 5,00,000	1%	5%	
194-P	Deduction of tax by Specified Banks in case of specified Senior Citizens	As per rates in force, on total income as computed after allowing deductions under chapter VI-A and rebate under section 87A	As per rates in force	-	01-04-2021
194-Q	Purchase of goods (applicable wef 01-07-2021)	INR 50,00,000	0.10%	5%	01-07-2021
195	Other sums	No threshold limit	Avg rates as applicable	As per Act	

196A	Income paid to non-resident or foreign company, in respect of units of MF or UTI	No threshold limit	20%	20%	
196B	Income from units (including long-term capital gain on transfer of such units) to an offshore fund	No threshold limit	10%	20%	
196C	Income from foreign currency bonds or GDR of an Indian company (including long-term capital gain arising from such securities) to a non-resident	No threshold limit	10%	20%	
196D	Income of foreign Institutional Investors from securities (not being capital gain arising from such securities payable to FII) has furnished the tax residency certificate	No threshold limit	Payable to FII – 20% Payable to specified fund – 10%	20%	
206AB	TDS on non-filers of ITR	Not applicable where payment already subjected to sections 192, 192A, 194B, 194BB, 194LBC or 194N of the Act; No threshold limit applicable	Higher of: <ul style="list-style-type: none"> • Twice the rate specified in act; • Twice the rates in force • 5 per cent 	Higher of the two rates provided in this section and in section 206AA of the act	01-07-2021
206C(1)	Alcoholic Liquor for human consumption	No threshold limit	1%	5%	
206C(1)	Sale of Tendu Leaves	No threshold limit	5%	10%	
206C(1)	Sale of Timber obtained under a forest lease	No threshold limit	2.50%	5%	
206C(1)	Sale of Timber obtained by any other mode	No threshold limit	2.50%	5%	

206C(1)	Sale of any other forest produce not being timber or tendu leaves	No threshold limit	2.50%	5%	
206C(1)	Sale of Scrap	No threshold limit	1%	5%	
206C(1)	Sale of Minerals -being coal or lignite or iron ore	No threshold limit	1%	5%	
206C(1C)	Granting of License, lease, etc of Parking lot/ Toll Plaza/ Mining and Quarrying	No threshold limit	2%	5%	
206C(1F)	Sale of motor vehicles	INR 10,00,000	1%	5%	
206C(1H)	TCS by seller (turnover exceeds 10 cr) on sale of goods/services to buyer	Applicable on sale consideration exceeding INR 50,00,000	0.10%	1%	
206C(1G) (a)	TCS on foreign remittance through Liberalised Remittance Scheme by authorized dealer.	No threshold limit for others Amount in excess of 7 lacs in case of education loan from financial institution referred in Sec 80E	5%	10%	
206C(1G) (b)	Collection at Source on remittance under LRS for purpose other than for selling of overseas tour package	INR. 7,00,000	5%	10%	

Source: Finance Act, 2021

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