



TDS rate chart for FY 2020-2021:

Finance Act, 2020 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. Thereafter, in furtherance of the PM's nation wide address, FM announced reduction of 25% on the TDS rates as applicable w.e.f May 14. The TDS rate chart for FY 2020-21 along with the applicability dates is detailed hereunder. Pertinent to note that there is no reduction in TDS rates for non-residents and salaried persons.

Section	Nature of payment	Threshold limit	TDS rate		Applicability date, if new section
			Upto 13-05-2020	From 14-05-2020	
192	Salary	As per Tax Slabs	Avg rate	Avg rate	-
192A	Premature withdrawal from EPF	INR 50,000/-	10%	10%	-
193	Interest on securities	Govt. securities: INR 10,000/- Debenture: INR 5,000/-	10%	7.5%	-
194	Deemed dividend	INR 2,500/-	10%	7.5%	-
194A	Interest other than interest on security	Bank: S.Citizen INR 50,000/- Bank: Others INR 40,000/- Others: INR-5,000/-	10%	7.5%	01-04-2020
194B	Winning from lotteries	INR 10,000/-	30%	Res-22.50% NR-30%	
194BB	Winnings from horse race	INR 10,000/-	30%	Res-22.50% NR-30%	
194C	Payments to contractors	Single: INR 30000/- Aggregate: INR 1,00,000/-	Ind/HUF-1% Others- 2%	Ind/HUF-0.75% Others- 1.5%	
194C	Payment to Transporter covered u/s 44E where declaration submitted for owning less than 10 goods carriages with PAN	-	NIL		

Section	Nature of payment	Threshold limit	TDS rate		Applicability date, if new section
			Upto 13-05-2020	From 14-05-2020	
194D	Insurance Commission	INR 15,000/-	5%	3.75%	
194DA	Payment of life insurance not exempt u/s 10(10D)	INR 1,00,000/-	5%	3.75%	
194E	Payment to NR Sportsmen or Sports Association	Credit or payment whichever is earlier.	20%	20%	
194EE	Payment of National Saving Scheme	INR 2,500/-	10%	7.5%	
194F	Payment on account of repurchase of unit by Mutual Fund or Unit Trust of India	Credit or payment whichever is earlier.	20%	15%	
194G	Commission on sale of lottery ticket	INR 15,000/-	5%	3.75%	
194H	Payment of commission /brokerage	INR 15,000/-	5%	3.75%	
194I	Payment of Rent	INR 2,40,000/-	P&M- 2%, Land/building/ furniture- 10%	P&M- 1.5%, Land/ building/ furniture- 7.5%	
194IA	Payment of immovable property other than agricultural land	Sale consideration up to INR 50,00,000/-	1%	0.75%	
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.	5%	3.75%	
194IC	Payment under Joint Development agreement	Credit or payment whichever is earlier	10%	7.5%	
194J	Professional Fees, Technical Services, Royalty, etc.	INR 30,000/-	FTS, Royalty, Call Centre business- 2% Other than above- 10%	FTS, Royalty, Call Centre business- 1.5% Other than above- 7.5%	01-04-2020

Section	Nature of payment	Threshold limit	TDS rate		Applicability date, if new section
			Upto 13-05-2020	From 14-05-2020	
194K	Payment from Unit of Mutual Fund as per Section 10(23D) etc. excluding income in the nature of Capital Gains	INR 5000/-	10%	7.5%	01-04-2020
194LA	Compensation on compulsory acquisition of immovable property (other than agricultural land)	INR 2,50,000/-	10%	7.5%	
194LB	Interest Income from infrastructure debt fund (Non-resident or foreign company)	Credit or payment whichever is earlier.	5%	5%	
194LBA	Certain income from units of business trust	Credit or payment whichever is earlier.	Resident- 10% Non Resident- 5%	Resident- 7.5% Non Resident- 5%	
194LBB	Investment fund paying an income to a unit holder other than income exempt u/s 10(23FBB)	Credit or payment whichever is earlier.	Resident- 10% Non Resident- 30%	Resident- 7.5% Non Resident- 30%	
194LBC	Income in respect of investment in securitisation trust	Credit or payment whichever is earlier.	Ind/HUF -25% Others- 30%	Ind/HUF- 18.75% Others- 22.5%	
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	Credit or payment whichever is earlier.	5%	5%	
194LD	Payment of interest on rupee denominated bond of an Indian Company or Government securities to a FII or a Qualified Foreign Investor	Credit or payment whichever is earlier.	5%	5%	

Section	Nature of payment	Threshold limit	TDS rate		Applicability date, if new section
			Upto 13-05-2020	From 14-05-2020	
194M	Payment of certain sums to a resident Ind/HUF not liable to deduct TDS u/s 194C, 194H or 194J	Credit or payment whichever is earlier.	5%	3.75%	
194N	Cash withdrawal in excess of INR 1 crore during PY, TDS to be deducted by a banking company, co-operative society, or a post office	Credit or payment whichever is earlier.	2%	2%	
194-O	Applicable for E-Commerce operator for sale of goods or provision of services facilitated by it through its digital or electronic platform	Credit or payment whichever is earlier.	1%	0.75%	01-10-2020
195	Other sums	Credit or payment whichever is earlier.	Avg rates as applicable	Avg rates as applicable	
196A	Income paid to non-residents in respect of units of MF or UTI	Credit or payment whichever is earlier.	Ind/HUF -20% Others- 10%	Ind/HUF -20% Others- 10%	
196B	Income from units (including long-term capital gain on transfer of such units) to an offshore fund	Credit or payment whichever is earlier.	10%	10%	
196C	Income from foreign currency bonds or GDR of an Indian company (including long-term capital gain arising from such securities)	Credit or payment whichever is earlier.	10%	10%	
196D	Income of foreign Institutional Investors from securities (not being dividend or capital gain arising from such securities)	Credit or payment whichever is earlier.	20%	20%	

Section	Nature of payment	Threshold limit	TDS rate		Applicability date, if new section
			Upto 13-05-2020	From 14-05-2020	
206C(1)	Sale of Tendu Leaves	Credit or payment whichever is earlier.	5%	3.75%	
206C(1)	Sale of Timber obtained under a forest lease	Credit or payment whichever is earlier.	2.5%	1.875%	
206C(1)	Sale of Timber obtained by any other mode	Credit or payment whichever is earlier.	2.5%	1.875%	
206C(1)	Sale of any other forest produce not being timber or tendu leaves	Credit or payment whichever is earlier.	2.5%	1.875%	
206C(1)	Sale of Scrap	Credit or payment whichever is earlier.	1%	0.75%	
206C(1)	Sale of Minerals, being coal or lignite or iron ore	Credit or payment whichever is earlier.	1%	0.75%	
206C(1C)	Granting of License, lease, etc. of Parking lot	Credit or payment whichever is earlier.	2%	1.5%	
206C(1C)	Granting of License, lease, etc. of Toll Plaza	Credit or payment whichever is earlier.	2%	1.5%	
206C(1C)	Granting of License, lease, etc. of Mining and Quarrying	Credit or payment whichever is earlier.	2%	1.5%	
206C(1F)	Sale of motor vehicles above INR 10 lacs	At the time of payment	1%	0.75%	
206C(1H)	Sale of any other goods	Credit or payment whichever is earlier.	0.1%	0.075%	01-10-2020
206C	TCS on foreign remittance through Liberalised Remittance Scheme and on selling of Overseas tourpackage	Credit or payment whichever is earlier.	5%	5%	01-10-2020

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