

What is TDS and Rates for F.Y.2022-23

1. (TDS) Tax Deducted at Source is a specific amount that is deducted when a certain payment like salary, commission, rent, interest, professional fees, etc. is made.

2. WHO ARE REQUIRED TO FILE TDS RETURN?

Assessee liable to deduct TDS under Income Tax Act, 1961 are responsible for filing return of income. The person who deducts TDS is called deductor and person whose TDS is deducted is called deductee. Deductor is responsible to file TDS returns with Government.

The glimpse of mostly used sections under which TDS is required to be deducted, threshold limit and rate of TDS is as follows-

24Q (Salary)	<ul style="list-style-type: none">•Section 192•Limit > 250000•Rate : Slab Rate
26Q (Non-Salary)	<ul style="list-style-type: none">•Section 194c (Contracts)•Limit : Single Transaction (Rs. 30000), Aggregate (Rs.1000000)•Rate : Individual - 1% , others - 2%•Section 194H (Commission)•Limit > 15000•Rate : 5%•Section 194 I (Rent on Land & Building , Plant & Machinery)•Limit > 240000•Rate : 10% (Land & Building) , 2% (Plant & Machinery)•Section 194 J (Professional & Technical Services)•Limit > 30000•Rate : 2% (Technical Services) , 10% (Professional Services)•Section 194 N (Cash withdrawal from bank)•Limit : 1 Cr.(ITR Filed) Rate: 2%•Limit : 1 Cr.(ITR not Filed) Rate: 5%•Limit : 20 Lakh (ITR not Filed) Rate: 5%•Section 194 Q (Purchase Of Goods)•Limit > 50 Lakh•Rate : 0.10%
27EQ (Tcs)	<ul style="list-style-type: none">•Section 206c (Tcs on Sale of Goods)•Limit > 50 lacs•Rate : 0.1%

DUE DATES OF PAYMENT AND FILING OF FORMS:

QUARTER ENDING	MONTH OF DEDUCTION	DUE DATES OF PAYMENT	DUE DATES FOR FILING OF TDS RETURN
30th June, 2022	April 2022	7th May,2022	31st July,2022
	May 2022	7th June,2022	
	June 2022	7th July, 2022	
30th September,2022	July,2022	7th Aug,2022	31st Oct,2022
	Aug,2022	7th Sep,2022	
	Sep,2022	7th Oct,2022	
31st Dec,2022	October,2022	7th Nov,2022	31st Jan,2023
	November,2022	7th Dec,2022	
	December,2022	7th Jan,2023	
31st March,2023	Jan,2023	7th Feb,2023	31st May,2023
	Feb,2023	7th Mar,2023	
	Mar,2023	7th April,2023 (GOVT EMPLOYEE) 30TH April,2023 (Others)	

4. CONSEQUENCE OF NON-FILING OF TDS RETURN

Penalty of **Rs. 200** each day till the return is filed. However Total Liability should not be greater than the TDS Amount.

The Assessing Officer may direct a person who fails to file the statement of TDS/TCS within the due date to pay a minimum penalty of **Rs. 10,000** which may be extended to **Rs. 1 Lakh**.

5. INTEREST ON LATE DEPOSIT OF TDS:

SECTION	NATURE OF DEFAULT	INTEREST SUBJECT TO TDS/TCS	AMOUNT PERIOD FOR WHICH INTEREST IS TO BE PAID
201(1A)	TDS Not Deducted	1% per Month	From the date on which tax is deductible to the date on which tax is actually deducted.
201(1A)	TDS not deposited to the government after deduction (fully or partly)	1.5% Per Month	From the date of tax deduction to the date of deposit

6. TDS RATES FOR F.Y. 22-23

Nature of Payment Made To Residents	Threshold (Rs.)	Company / Firm /Co-operative Society /Local Authority	Individual / HUF	If No / Invalid PAN
Section – Description		IT Rate (%)	IT Rate (%)	IT Rate (%)
192A – Payment of accumulated balance due to an employee.(applicable from 01.06.2015)	50,000	–	10	30
193 – Interest on securities	10,000	10	10	20
194 – Dividends	5,000	10	10	20
194A – Interest other than interest on securities – in any Others Case	5,000	10	10	20
194A – Senior citizen	50,000	–	10	20
194B – Winning from Lotteries	10,000	30	30	30
194B proviso – Winnings from lotteries and crossword puzzles where	10,000	30	30	30

consideration is made in kind or cash is not sufficient to meet the tax liability and tax has been paid before such winnings are released (Applicable From 01-July-2022)				
194BB – Winnings from Horse Race	10,000	30	30	30
194C – Payment to Contractors	1,00,000	2	1	20
194IC– Payment under Specified agreement	–	10	10	20
194D – Insurance Commission	15,000	10	5	20
194DA – Payment in respect of life insurance policy (applicable from 01.10.2014)	1,00,000	5	5	20
194E – Payment to Non-Resident Sportsmen or Sports Association	–	20	20	20
194EE – Payments out of deposits under NSS	2,500	10	10	20
194F – Repurchase Units by MFs	–	20	20	20
194G – Commission – Lottery	15,000	5	5	20
194H – Commission / Brokerage	15,000	5	5	20
194I – Rent	2,40,000	10	10	20
194I(b)-Land and Building/Furniture/Fittings				
194I(a) – Plant/Machinery/Equipment	2,40,000	2	2	20
194IA – Transfer of certain immovable property other than agriculture land (w.e.f. 1-6-2013)	50,00,000	1	1	20

194J – Fees for Professional/Technical Services	30,000	10– Others 2 – Fees for Technical Services (not being professional services), royalty for sale, distribution or exhibition of cinematographic films and call centre	10– Others 2 – Fees for Technical Services (not being professional services), royalty for sale, distribution or exhibition of cinematographic films and call centre	20
194K – Payment of Dividend by Mutual Funds (Applicable From 01-Apr-2020)	5,000	10	10	20
194LA – Immovable Property	2,50,000	10	10	20
194LB – Income by way of interest from infrastructure debt fund (non-resident)	–	5	5	20
194LBA – Certain income from units of a business trust to Residents				
194LBA (a) – Certain Income in the form of interest from units of a business trust to a residential unit holder	–	10	10	20
194LBA (b) – Certain Income in the form of dividend from units of a business trust to a resident unit holder	–	10	10	20
194LBA – Certain income from units of a business trust to Non Resident :-				
194LBA(1) – Payment of the nature referred to in Section 10(23FC)(a)	–	5	5	20

194LBA (2) – Payment of the nature referred to in Section 10(23FC)(b)	–	10	10	20
194LBA (3) – Payment of the nature referred to in section 10(23FCA) by business trust to unit holders	–	40% – For Non Residents Company 30% – For Non Residents other than companies	30	30/40
194LBB – Income in respect of units of investment fund.		10% – For Residents 40% – For Non Residents Company 30% – For Non Residents other than companies	25% – For Residents 30% – For Non Resident	25/30/40
Sec 194LBC – Income in respect of investment in securitisation trust.		10% – For Residents 40% – For Non Residents Company 30% – For Non Residents other than companies	25% – For Residents 30% – For Non Resident	25/30/40
Sec 194LC – Income by way of interest by an Indian specified company to a non-resident / foreign company on foreign currency approved loan /long-term infrastructure bonds from outside India (applicable from July 1, 2012)		5 or 4* * In case where interest is payable in respect of Long-term Bond or Rupee Denominated Bond listed on recognised stock exchange located in IFSC	5 or 4* * In case where interest is payable in respect of Long-term Bond or Rupee Denominated Bond listed on recognised stock exchange located in IFSC	20
194LD – Interest on certain bonds and govt.	–	5	5	20

Securities(from 01-06-2013)				
194N – Payment of certain amounts in cash.	Withdrawal in Excess of Rs. 1 Cr.	2	2	20
194NF – Payment of certain amounts in cash to non-filers	1. Withdrawal Exceed 20 Lacs but does not exceed 1 Cr. 2. Withdrawal Excess 1 Cr.	2% – Exceed 20 Lacs but does not exceed 1 cr. 5%-Withdrawal in Excess of Rs. 1 cr.	2% – Exceed 20 Lacs but does not exceed 1 cr. 5%-Withdrawal in Excess of Rs. 1 cr.	20
194O – TDS on e-commerce participants (Applicable From 01-Oct-2020)	500000 (Individual /HUF)	1	1	5
194P – TDS in case of Specified Senior Citizen	–	Not Applicable	Rates in Force	
194Q – TDS on Purchase of Goods exceeding Rs. 50 Lakhs (Applicable From 01-July-2021)	In Excess of Rs. 50 Lakhs	0.1	0.1	5
194R – TDS in case any benefit or perquisite (arising from business or the exercise of a profession) is provided (Applicable From 01-July-2022)	20000	10	10	20
First Proviso to sub-section (1) of section 194R– TDS in case any Benefits or perquisites of business or profession where such benefit is provided in kind or where part in cash is not sufficient to meet tax liability and tax required to	20000	10	10	20

be deducted is paid before such benefit is released(Applicable From 01-July-2022)				
194S– TDS on payment on transfer of Virtual Digital Asset (Applicable From 01-July-2022)	10000	1	1	20
Proviso to sub-section(1) of section 194S– TDS on Payment for transfer of virtual digital asset where payment is in kind or in exchange of another virtual digital asset and tax required to be deducted is paid before such payment is released (Applicable From 01-July-2022)	10000	1	1	20
194O – TDS on e-commerce participants (Applicable From 01-Oct-2020)	500000 (Individual /HUF)	1	1	5
194P – TDS in case of Specified Senior Citizen	–	Not Applicable	Rates in Force	
Sec 195 – Other Sums	–	Average rates as applicable	–	20/30/40
Sec 196A – Foreign comp unit holder of MF		* 20 * Not Applicable for company	20	20
Sec 196B – Income from units	–	10	10	20
Sec 196C – Income from foreign currency bonds or GDR (including long-term capital gains on transfer of such bonds) (not being dividend)	–	10	10	20
Sec 196D – Income of Foreign Institutional Investors/ Specified Fund :-				

Sec 196D – Income of foreign institutional investors from securities under sub-section (1)	–	20	20	20
Sec 196DA – Income of specified fund from securities referred to in clause (a) of sub-section (1) of section 115AD (other than interest income referred to in section 194LD)	–	10	10	20