

TDS RATES FOR FINANCIAL YEAR 2011-12

Tax at higher of the prescribed rate or 20% will be deducted on all transactions liable to TDS, where the Permanent Account Number (PAN) of the deductee is not available. (As per Press Release No.402/92/2006-MC (04 of 2010) dated 20.01.2010)

Section	Nature of Payment	Threshold Limit	Rate of TDS
192	Salary		Normal Rate of tax +SC+EC+SHEC As Applicable
193	Interest on securities		10%
194	Dividend to a resident: <ul style="list-style-type: none"> Deemed Dividend u/s 2(22)(e) Any Other Dividend 	2000	10% Nil
194A	Interest other than Interest on securities to resident <ul style="list-style-type: none"> Interest paid by Banking Company Interest paid by other than Banking Company 	10000 5000	10% 10%
194B	Winning From Lottery or crossword puzzle (or Card Game and other game of any sort) to resident/non-resident	10000	30%
194BB	Winning From Horse Race to a resident/non-resident	5000	30%
194C	Payment to resident Contractor/sub-contractor <ul style="list-style-type: none"> Payment to Contractor/Sub-Contractor who has provide PAN Number (In the Case of Individual or HUF) from 01.04.10 Payment to Contractor/Sub-Contractor who has provide PAN Number (Other than Individual or HUF) Payment/Credit to a transport contractor/Sub-Contractor who has provide Pan Number (with effect from 01.04.09) 	Single Payment 30000 and consolidated for the year 75000	1% 2% 0%
194D	Insurance Commission to a resident	20000	10%
194E	Payment to non-resident sportsmen or sports association	NIL	10%
194EE	Payment in respect of deposit under National Saving Scheme to resident/non-resident	2500	20%
194F	Payment on account of repurchase of units by Mutual Fund or UTI to a resident/non resident	NIL	20%
194G	Commission, etc on the Sale of Lottery Tickets to a resident/non resident	1000	10%
194H	Commission or brokerage	5000	10%
194I	Rent to a resident <ul style="list-style-type: none"> Rent of Land, building or furniture & Fittings (with effect from 01.04.09) Rent of Machinery, Plant or equipment (with effect from 01.04.09) 	Rupees 180000	10% 2%
194J	Fees for Profession or Technical services to a resident	30000	10%
194LA	Payment of compensation on acquisition of certain immovable property to a resident	100000	10%

Section	Nature of Payment	Rate of TDS
194 LB*	Interest on Infrastructure debt fund (applicable from June 2011): <ul style="list-style-type: none"> Recipient is a non-resident non-corporate person Recipient is a non-domestic company and aggregate payment or credit does not exceeds Rs. 1 crore Recipient is a non-domestic company and aggregate payment or credit exceeds Rs. 1 crore 	5% 5% 5%
195*	Payment to a non-resident <ul style="list-style-type: none"> any investment income income by way of long-term capital gains referred to in section 115E income by way of short-term capital gains referred to in section 111A other income by way of long-term capital gains [not being long-term capital gains referred to in clauses (33), (36) and (38) of section 10] income by way of interest payable by Government or an Indian concern on moneys borrowed or debt incurred by Government or the Indian concern in foreign currency income by way of royalty payable by Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern where such royalty is in consideration for the transfer of all or any rights (including the granting of a licence) in respect of copyright in any book on a subject referred to in the first proviso to sub-section (1A) of section 115A of the Income-tax Act, to the Indian concern, or in respect of any computer software referred to in the second proviso to sub-section (1A) of section 115A of the Income-tax Act, to a person resident in India <ol style="list-style-type: none"> where the agreement is made on or after the 1st day of June, 1997 but before the 1st day of June, 2005 where the agreement is made on or after the 1st day of June, 2005 income by way of royalty [not being royalty of the nature referred to in sub-item (b)(i)(F)] payable by Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern and where such agreement is with an Indian concern, the agreement is approved by the Central Government or where it relates to a matter included in the industrial policy, for the time being in force, of the Government of India, the agreement is in accordance with that polic <ol style="list-style-type: none"> where the agreement is made on or after the 1st day of June, 1997 but before the 1st day of June, 2005 where the agreement is made on or after the 1st day of June, 2005 income by way of fees for technical services payable by Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern and where such agreement is with an Indian concern, the agreement is 	20% 10% 15% 20% 20% 20% 10% 20% 10%

Section	Nature of Payment	Rate of TDS
	<p>approved by the Central Government or where it relates to a matter included in the industrial policy, for the time being in force, of the Government of India, the agreement is in accordance with that policy</p> <p>i. where the agreement is made on or after the 1st day of June, 1997 but before the 1st day of June, 2005</p> <p>ii. where the agreement is made on or after the 1st day of June, 2005</p> <ul style="list-style-type: none"> whole of the other income 	<p>20%</p> <p>10%</p> <p>30%</p>
195**	<p>Payment to a foreign Company</p> <ul style="list-style-type: none"> income by way of winnings from lotteries, crossword puzzles, card games and other games of any sort income by way of winnings from horse races income by way of interest payable by Government or an Indian concern on moneys borrowed or debt incurred by Government or the Indian concern in foreign currency income by way of royalty payable by Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern after the 31st day of March, 1976 where such royalty is in consideration for the transfer of all or any rights (including the granting of a licence) in respect of copyright in any book on a subject referred to in the first proviso to sub-section (1A) of section 115A of the Income-tax Act, to the Indian concern, or in respect of any computer software referred to in the second proviso to sub-section (1A) of section 115A of the Income-tax Act, to a person resident in India <ul style="list-style-type: none"> (A) where the agreement is made before the 1st day of June, 1997 (B) where the agreement is made on or after the 1st day of June, 1997 but before the 1st day of June, 2005 (C) where the agreement is made on or after the 1st day of June, 2005 income by way of royalty [not being royalty of the nature referred to in sub-item (b)(iv)] payable by Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern and where such agreement is with an Indian concern, the agreement is approved by the Central Government or where it relates to a matter included in the industrial policy, for the time being in force, of the Government of India, the agreement is in accordance with that policy <ul style="list-style-type: none"> (A) where the agreement is made after the 31st day of March, 1961 but before the 1st day of April, 1976 (B) where the agreement is made after the 31st day of March, 1976 but before the 1st day of June, 1997 (C) where the agreement is made on or after the 1st day of June, 	<p>30%</p> <p>30%</p> <p>20%</p> <p>30%</p> <p>20%</p> <p>10%</p> <p>50%</p> <p>30%</p>

Section	Nature of Payment	Rate of TDS
	1997 but before the 1st day of June, 2005	20%
	(D) where the agreement is made on or after the 1st day of June, 2005	10%
	<ul style="list-style-type: none"> income by way of fees for technical services payable by Government or an Indian concern in pursuance of an agreement made by it with the Government or the Indian concern and where such agreement is with an Indian concern, the agreement is approved by the Central Government or where it relates to a matter included in the industrial policy, for the time being in force, of the Government of India, the agreement is in accordance with that policy 	
	(A) where the agreement is made after the 29th day of February, 1964 but before the 1st day of April, 1976	50%
	(B) where the agreement is made after the 31st day of March, 1976 but before the 1st day of June, 1997	30%
	(C) where the agreement is made on or after the 1st day of June, 1997 but before the 1st day of June, 2005	20%
	(D) where the agreement is made on or after the 1st day of June, 2005	10%
	<ul style="list-style-type: none"> any other income 	
	(A) If Recipient is Non-Corporate Assessee	30%
	(B) If Recipient is Corporate Assessee	40%
196B	any income in respect of units referred to in section 115AB or by way of long-term capital gains arising from the transfer of such units is payable to an Offshore Fund]	10%
196C	any income by way of interest or dividends in respect of [bonds or GDR] referred to in section 115AC or by way of long-term capital gains arising from the transfer of such [bonds or GDR]	10%
196D	income in respect of securities referred to in clause (a) of sub-section (1) of section 115AD is payable to a Foreign Institutional Investor (Not being Dividend or Capital Gain)	20%

*All payment to a non resident u/s 195 & 194LB are subject to EC: 2%, SHEC: 1%

** All payment to foreign company u/s 194LB, 195, 196B, 196C, 196D are subject to EC: 2%, SHEC: 1% and if payment exceeds Rs. 1 Crore then SC: 2.5%