

RATES OF TDS FOR FINANCIAL YEAR 2011 - 12

SR. No.	NATURE OF PAYMENT	Section	ANNUAL PAYMENT LIMIT FOR ATTRACTING TDS	IF RECEIVER IS INDIVIDUAL/ HUF	IF THE RECEIVER IS FIRM, AOP, BOI ETC	IF RECEIVER IS DOMESTIC CO.
1	Interest ***	194 A	5,000	10.00%	10.00%	10.00%
2	Payments to Contractors **	194 C	75,000	1.00%	2.00%	2.00%
3	Payments to Sub-contractors ***	194 C	75,000	1.00%	2.00%	2.00%
4	Commissiion or brokerage ***	194 H	5,000	10.00%	10.00%	10.00%
5	Rent for land, Bldg. etc ***	194 I	1,80,000	10.00%	10.00%	10.00%
6	Rent for Machinery Plant / Equipment ***	194 I	1,80,000	2.00%	2.00%	2.00%
7	Fees for professional or technical services ***	194 J	30,000	10.00%	10.00%	10.00%

** An Individual/ HUF liable for Tax Audit in last Financial Year has to make TDS while making payment to resident contractor. In Contract for personal purposes of Individual/HUF no TDS to be made.

*** TDS is not to be done if payer is individual or HUF. But, if such individuals / HUFs are liable to Tax audit in previous Financial Year, the TDS is applicable at the rate indicated.

1	If tax is not deducted/deducted but not paid to Govt. within the due date for filing return of income, the relevant expenditure will not be allowed as deduction.
2	The TDS made should be paid to the government within first week of the subsequent month of deduction. In case of provsions made(other than Salary) as on 31st March, TDS has to be paid within one month.
3	In case of Banks, Co-operative Banks, Post office, the Annual Limit for interest to atfact TDS is Rs.10,000/-.
4	Incase of 194 C, TDS has to be made if the Single payment exceeds Rs.30000/- and also if the annual payment exceeds Rs.75,000/-
5	Incase of Transport Contracts, no TDS has to be made if the receiver provides with the PAN.
6	The return for the first three quarters of the year has to be filed within 15 days from end of the quarter.
7	The return for the last quarter (January to March) has to be filed before 15th May.
8	Where the tax is deducted and paid to a non-resident/Foreign company, further add E.C 2% & S.H.E 1% of I.tax.
9	TDS has to be made at the time of payment or crediting the account which ever is earlier.
10	TDS Certificates to be issued within one month from end of the month in which the TDS is made.
11	The above rules are applicable for Tax Collected at Source(TCS) from Sale of Scrap etc. also.
12	In case of payment to Non residents & Non domestic companies please contact us to know the rate of TDS.
13	The TDS not made within due dates will attract interest @ 1% for every month or part thereof from the due date of deduction till the actual date of deduction.
14	The TDS not paid within due dates will attract interest @ 1.5% for every month or part thereof from the date of deduction till the date of payment.
15	The Tax Collected at Source(TCS) from Sale of Scrap is to be made at 1.03%
16	If the receiver (Deductee) has not provided the Permanent Account Number (PAN), the rate of TDS is 20% irrespective of the category & section.