
INCOME - TAX ACT, 2025 • EFFECTIVE 01 APRIL 2026

TDS & TCS

Rate Chart

FINANCIAL YEAR	2026–27
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UPDATED 25 APRIL 2026

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TDS Rate Chart — Domestic

4 4 E N T R I E S

Code	Old Sec.	Nature of Payment	New Section	Table No.	Rate	No-PAN	Threshold
1004	192A	Payment of accumulated balance due to an employee (PF withdrawal)	392(7)	—	10%	20%	₹ 50,000
1005	194D	Commission or brokerage on insurance business	393(1)	Sl. 1(i)	2% (non-company payee) / 10% (domestic company)	20%	₹20,000
1006	194H	Commission or brokerage — other than insurance	393(1)	Sl. 1(ii)	2%	20%	₹20,000
1008	194-I(a)	Rent on plant, machinery or equipment — specified person	393(1)	Sl. 2(ii)(a)	2%	20%	₹50,000 / month
1009	194-I(b)	Rent other than on plant or machinery — specified person	393(1)	Sl. 2(ii)(b)	10%	20%	₹50,000 / month
1011	194-IC	Consideration (not in kind) under a specified joint-development agreement	393(1)	Sl. 3(ii)	10%	20%	—
Form 141	194-IA	Consideration on acquisition of certain immovable property	393(1)	Sl. 3(i)	1%	20%	₹50 lakh
1012	194LA	Compensation on compulsory acquisition of immovable property (other than agricultural land)	393(1)	Sl. 3(iii)	10%	20%	₹5 lakh
1013	194K	Income to a resident from units of a specified Mutual Fund, specified undertaking, or specified company	393(1)	Sl. 4(i)	10%	20%	₹10,000
1014	194LBA	Interest income from a business trust, paid to a resident unit holder	393(1)	Sl. 4(ii)	10%	20%	—
1015	194LBA	Dividend income from a business trust, paid to a resident unit holder	393(1)	Sl. 4(ii)	10%	20%	—
1017	194LBB	Income (non-exempt) in respect of units of an investment fund [Sec. 224]	393(1)	Sl. 4(iii)	10%	20%	—
1018	194LBC	Income from investment in a securitisation trust [Sec. 221], paid to investor	393(1)	Sl. 4(iv)	10%	20%	—
1019	193	Interest on securities	393(1)	Sl. 5(i)	10%	20%	₹10,000
1020	194A	Interest other than on securities — payee is a senior citizen	393(1)	Sl. 5(ii)(a)	10%	20%	₹1,00,000
1021	194A	Interest other than on securities — payee is not a senior citizen	393(1)	Sl. 5(ii)(b)	10%	20%	₹50,000
1022	194A	Interest other than on securities (all other payees / payers)	393(1)	Sl. 5(iii)	10%	20%	₹10,000
1023	194C	Work contract (incl. supply of labour) — contractor is individual or HUF	393(1)	Sl. 6(i)(a)	1%	20%	₹30,000 / ₹1L

Code	Old Sec.	Nature of Payment	New Section	Table No.	Rate	No-PAN	Threshold
1024	194C	Work contract (incl. supply of labour) — contractor is other than individual / HUF	393(1)	Sl. 6(i)(b)	2%	20%	₹30,000 / ₹1L
1026	194J(a)	Fees for technical services, cinematographic-film royalty, or call-centre operations	393(1)	Sl. 6(iii)(a)	2%	20%	₹50,000
1027	194J(b)	Fees for professional services, or sums referred to in Sec. 26(2)(h)	393(1)	Sl. 6(iii)(b)	10%	20%	₹50,000
1028	194J(b)	Remuneration / fees / commission to a director of a company (other than salary under Sec. 392)	393(1)	Sl. 6(iii)(b)	10%	20%	NIL
1029	194	Dividends (including on preference shares) paid to a resident	393(1)	Sl. 7	10%	20%	Nil (₹10,000 carve-out: 393(4) Sl. 10(f) — individual, non-cash mode)
1030	194DA	Sum under a life insurance policy (incl. bonus) not exempt under Schedule II [Sl. 2]	393(1)	Sl. 8(i)	2%	20%	₹1 lakh
1031	194Q	Purchase of goods from a single supplier	393(1)	Sl. 8(ii)	0.1%	5%	Above ₹50 lakh
1032	194P	Total income of specified senior citizen (75 or more) — bank computes and discharges tax; filing exemption at Section 263(8)(b)	393(1)	Sl. 8(iii)	Slab	20%	As applicable
1033	194R	Benefit or perquisite arising from business or the exercise of a profession (resident)	393(1)	Sl. 8(iv)	10%	20%	₹20,000
1034	194R	Benefit or perquisite in kind, or cash insufficient — tax paid before benefit is released	393(1)	Sl. 8(iv) Note 6	10%	20%	₹20,000
1035	194-O	Sale of goods or services by an e-commerce participant through an operator's platform	393(1)	Sl. 8(v)	0.1%	5%	₹5 lakh (Individual/HUF)
1037	194S	Consideration for transfer of a virtual digital asset — payer other than individual / HUF	393(1)	Sl. 8(vi)	1%	20%	₹10,000
1038	194S(2)	Consideration for transfer of a virtual digital asset (in kind / cash-insufficient)	393(1)	Sl. 8(vi) Note 6	1%	20%	₹10,000
1058	194B	Winnings from any lottery, crossword, card game, gambling or betting (other than online games)	393(3)	Sl. 1	30%	30%	₹10,000 / single txn
1059	194B	Same as above — winnings in kind, or cash insufficient, tax paid before release	393(3)	Sl. 1 Note 2	30%	30%	₹10,000 / single txn
1060	194BA	Winnings from an online game	393(3)	Sl. 2	30%	30%	—
1061	194BA	Online-game winnings in kind or insufficient cash — tax paid before release	393(3)	Sl. 2 Note 2	30%	30%	As per Note 1 — net winnings
1062	194BB	Winnings from any horse race	393(3)	Sl. 3	30%	30%	₹10,000 / single txn

Code	Old Sec.	Nature of Payment	New Section	Table No.	Rate	No-PAN	Threshold
1063	194G	Commission, remuneration or prize on stocking, distributing, or selling lottery tickets	393(3)	Sl. 4	2%	20%	₹20,000
1064	194N	Cash withdrawal — payee is a co-operative society	393(3)	Sl. 5(a)	2%	20%	₹3 crore
1065	194N	Cash withdrawal — payee is other than a co-operative society	393(3)	Sl. 5(b)	2%	20%	₹1 crore
1066	194EE	Amount referred to in Section 80CCA(2)(a), Income-tax Act, 1961 (NSS deposit withdrawal)	393(3)	Sl. 6	10%	20%	₹2,500
1067	1 9 4 T	Partner remuneration: salary, commission, bonus or interest paid by a firm to its partner (incl. capital-account credit)	393(3)	Sl. 7	10%	20%	₹20,000
Form 141	194-IB	Rent paid by individual/HUF not liable to tax audit (residential/commercial)	393(1)	Sl. 2(i)	2%	20%	₹50,000 / month
Form 141	194M	Payments by individual/HUF (not under tax audit) to resident contractor, professional, commission agent — aggregate above threshold	393(1)	Sl. 6(ii)	2%	20%	₹50 lakh / year
Form 141	194S	Consideration for transfer of a VDA — payer is a specified Ind/HUF (below tax-audit turnover)	393(1)	Sl. 8(vi)	1%	20%	₹50,000

TDS Rate Chart — Non-Resident

3 0 E N T R I E S

Code	Old Sec.	Nature of Payment	New Section	Table No.	Rate	No-PAN
1004	192A	Payment of accumulated balance due to an employee (PF)	392(7)	—	10%	20%
1039	194E	Income referred to in Section 211 (non-resident sportsmen, entertainers, sports associations)	393(2)	Sl. 1	20%	20%
1040	194LC	Interest on foreign-currency borrowings or long-term infrastructure bonds (issued 1 Jul 2012 – 30 Jun 2023)	393(2)	Sl. 2	5%	20%
1041	194LC	Interest on rupee-denominated bonds issued from a source outside India (before 1 Jul 2023)	393(2)	Sl. 3	5%	20%
1042	194LC	Interest on long-term or rupee-denominated bonds listed only at IFSC (issued 1 Apr 2020 – 30 Jun 2023)	393(2)	Sl. 4(a)	4%	20%
1043	194LC	Same as above — issued on or after 1 July 2023	393(2)	Sl. 4(b)	9%	20%
1044	194LB	Interest from an Infrastructure Debt Fund payable to a non-resident	393(2)	Sl. 5	5%	20%
1045	194LBA(a)	Distributed income from a business trust — nature referred to in Schedule V [Sl. 3(a)]	393(2)	Sl. 6(a)	5%	20%
1046	194LBA(b)	Distributed income from a business trust — nature referred to in Schedule V [Sl. 3(b)]	393(2)	Sl. 6(b)	10%	20%
1047	194LBA	Distributed income from a business trust — nature referred to in Schedule V [Sl. 4]	393(2)	Sl. 7	35% (NR Co.) / 30% (NR non-Co.)	20%
1048	194LBB	Income (non-exempt) in respect of units of an investment fund [Sec. 224]	393(2)	Sl. 8	10% (Res) / 35% (NR Co.) / 30% (NR non-Co.)	20%
1049	194LBC	Income from investment in a securitisation trust [Sec. 221]	393(2)	Sl. 9	10% (Res) / 35% (NR Co.) / 30% (NR non-Co.)	20%
1050	196A	Income from units of a Mutual Fund under Schedule VII [Sl. 20 or 21], or from a specified company	393(2)	Sl. 10	20% or DTAA rate, whichever is lower	20%
1051	196B	Income in respect of units referred to in Section 208	393(2)	Sl. 11	10%	20%
1052	196B	Long-term capital gains from transfer of units referred to in Section 208	393(2)	Sl. 12	12.5%	20%
1053	196C	Interest or dividends on bonds or Global Depository Receipts referred to in Section 209	393(2)	Sl. 13	10%	20%
1054	196C	Long-term capital gains from transfer of bonds or GDRs referred to in Section 209	393(2)	Sl. 14	12.5%	20%

Code	Old Sec.	Nature of Payment	New Section	Table No.	Rate	No-PAN
1055	196D	Income of FPI/FII from securities referred to in Section 210(1) [Sl. 1] — general rate	393(2)	Sl. 15	20%	20%
1056	196D	Income of specified fund in IFSC — concessional rate (corresponds to old Section 196D(1A))	393(2)	Sl. 16	10%	20%
1057	195	Any interest or other sum chargeable under the Act (not covered at Sl. 2–16 above), not being "Salaries"	393(2)	Sl. 17	Rates in force (Finance Act, subject to DTAA)	20%
1058	194B	Winnings from lottery, crossword, card game, gambling or betting (other than online games)	393(3)	Sl. 1	30%	30%
1059	194B	Same as above — winnings in kind, or cash insufficient, tax paid before release	393(3)	Sl. 1 Note 2	30%	30%
1060	194BA	Winnings from an online game	393(3)	Sl. 2	30%	30%
1061	194BA	Online-game winnings in kind or insufficient cash — tax paid before release	393(3)	Sl. 2 Note 2	30%	30%
1062	194BB	Winnings from any horse race	393(3)	Sl. 3	30%	30%
1063	194G	Commission, remuneration or prize on stocking, distributing, or selling lottery tickets	393(3)	Sl. 4	2%	20%
1064	194N	Cash withdrawal — payee is a co-operative society	393(3)	Sl. 5(a)	2%	20%
1065	194N	Cash withdrawal — payee is other than a co-operative society	393(3)	Sl. 5(b)	2%	20%
1066	194EE	Amount referred to in Section 80CCA(2)(a), Income-tax Act, 1961 (NSS deposit withdrawal)	393(3)	Sl. 6	10%	20%
1067	194T	Partner remuneration: salary, commission, bonus or interest paid by a firm to its partner (incl. capital-account credit)	393(3)	Sl. 7	10%	20%

TCS Rate Chart

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Code	Old Sec.	Nature of Payment	New Section	Table No.	Rate	No-PAN
1068	206C-A	Sale of alcoholic liquor for human consumption	394(1)	Sl. 1	2%	5%
1069	206C-I	Sale of tendu leaves	394(1)	Sl. 2	2%	5%
1070	206C-B	Sale of timber obtained under a forest lease	394(1)	Sl. 3	2%	5%
1071	206C-C	Sale of timber obtained by any mode other than a forest lease	394(1)	Sl. 3	2%	5%
1072	206C-D	Sale of any other forest produce (not being timber or tendu leaves) under a forest lease	394(1)	Sl. 3	2%	5%
1073	206C-E	Sale of scrap	394(1)	Sl. 4	2%	5%
1074	206C-J	Sale of minerals: coal, lignite, or iron ore	394(1)	Sl. 5	2%	5%
1075	206C-L	Sale of a motor vehicle (consideration above threshold)	394(1)	Sl. 6(a)	1%	5%
1076	206C-MA	Sale of a wrist watch (consideration above threshold)	394(1)	Sl. 6(b)	1%	5%
1077	206C-MB	Sale of an art piece — antiques, paintings, sculpture	394(1)	Sl. 6(b)	1%	5%
1078	206C-MC	Sale of collectibles such as coins, stamps	394(1)	Sl. 6(b)	1%	5%
1079	206C-MD	Sale of a yacht, rowing boat, canoe or helicopter	394(1)	Sl. 6(b)	1%	5%
1080	206C-ME	Sale of a pair of sunglasses	394(1)	Sl. 6(b)	1%	5%
1081	206C-MF	Sale of a bag such as handbag or purse	394(1)	Sl. 6(b)	1%	5%
1082	206C-MG	Sale of a pair of shoes	394(1)	Sl. 6(b)	1%	5%
1083	206C-MH	Sale of sportswear & equipment — golf kit, ski-wear, etc.	394(1)	Sl. 6(b)	1%	5%
1084	206C-MI	Sale of a home theatre system	394(1)	Sl. 6(b)	1%	5%
1085	206C-MJ	Sale of a horse for horse racing in race clubs, or horse for polo	394(1)	Sl. 6(b)	1%	5%
1086	206C-T	LRS remittance above threshold — for education or medical treatment	394(1)	Sl. 7(a)	2%	5%
1087	206C-Q	LRS remittance above threshold — purposes other than education or medical	394(1)	Sl. 7(b)	20%	20%
1088	206C-O	Sale of overseas tour programme package — travel, hotel, boarding, lodging or related expenses	394(1)	Sl. 8	2%	5%
1089	206C-O	Overseas tour package — all other cases (post-FA 2026: flat 2%)	394(1)	Sl. 8	2%	5%
1090	206C-F	Use of parking lot for business purposes (excl. mineral-oil mining / quarrying)	394(1)	Sl. 9	2%	5%
1091	206C-G	Use of toll plaza for business purposes (excl. mineral-oil mining / quarrying)	394(1)	Sl. 9	2%	5%
1092	206C-H	Use of a mine or quarry for business purposes (excl. mineral-oil, petroleum, natural gas)	394(1)	Sl. 9	2%	5%

TCS MONETARY THRESHOLDS • Section 394(1)

Sl. 1–5	Alcoholic liquor • tendu leaves • timber (forest lease & other) • forest produce • scrap • minerals (coal, lignite, iron ore)	NO MONETARY THRESHOLD
Sl. 6	Motor vehicle and the notified luxury goods at codes 1076–1085 (MA–MJ: wrist watch, art, collectibles, yacht / helicopter, sunglasses, bag, shoes, sportswear, home theatre, horse) Notified vide CBDT Notification No. 36/2025 dated 22 April 2025.	> ₹10 LAKH per single item
Sl. 7	LRS remittance (codes 1086 & 1087). Education / medical remittances financed by a loan from a specified financial institution remain Nil-rated.	> ₹10 LAKH aggregate / tax year
Sl. 8	Overseas tour programme package . Post Finance Act 2026 a flat 2% applies to all cases — codes 1088 and 1089 are merged in practice.	NIL THRESHOLD flat 2%
Sl. 9	Parking lot • toll plaza • mine or quarry leased or licensed for business purposes; mineral-oil, petroleum and natural-gas extraction remain outside the charge.	NO MONETARY THRESHOLD

§ 394(2) CARVE-OUT A declaration by the buyer — goods used for manufacturing, processing or producing articles or things, or for generating power — operates as a full exemption from TCS in Sl. 1–5. The declaration is filed on Form 127 under Rule 212 (formerly Form 27C under Rule 37C).

CROSS-RATE GUIDANCE • Section 393(2), Sl. 7–9 (codes 1047, 1048 and 1049)

35% / 30%	Finance Act 2026, First Schedule Part II. 35% applies where the non-resident unit-holder is a foreign company ; 30% applies to a non-resident other than a company — covering business-trust rental income, investment-fund distributions and securitisation-trust income.
10% (Res)	Cross-reference — not a separate deduction. Where the unit-holder is resident, the applicable provision is Section 393(1) Sl. 4(iii) / 4(iv) , already appearing in Part One at codes 1017 and 1018 . The 10% shown on codes 1048 / 1049 is carried over only for cross-reference clarity.
DTAA	Treaty override. Where a Double Taxation Avoidance Agreement under Section 159 prescribes a lower rate, that rate prevails — subject to production of a Tax Residency Certificate and, where required, Form 41 (under Rule 75(1), replacing legacy Form 10F) .

Notes & Cross-References

Five reference notes supporting the rate tables above: the higher rate applicable where PAN is not furnished, the method of reading section references under the Income-tax Act, 2025, the deposit and return filing schedule on the renumbered forms, the forms notified under the Income-tax Rules, 2026, and the resolution of commonly overlapping provisions. Every citation in this Appendix leads with the reference under the new Act, with the legacy section or form number preserved alongside for continuity.

1 Higher rate where PAN is not furnished

SECTION 397(2) • OLD 206AA / 206CC

Section 397(2) of the Income-tax Act, 2025, corresponding to Sections 206AA and 206CC of the 1961 Act, requires every person entitled to receive an amount on which tax is deductible or collectible to furnish a valid Permanent Account Number to the person responsible for deducting or collecting tax. Where PAN is not furnished, tax is deducted or collected at the higher of the rates prescribed below.

WHERE TAX IS DEDUCTIBLE • DEDUCT AT THE HIGHER OF

- (A) the rate specified in the relevant provision of the Act;
- (B) the rates in force; or
- (C) 5% where tax is deductible under Section 393(1) [Sl. 8(ii) — purchase of goods, or Sl. 8(v) — e-commerce]; 20% in all other cases.

WHERE TAX IS COLLECTIBLE • COLLECT AT THE HIGHER OF

- (A) twice the rate specified in the relevant provision of the Act; or
- (B) 5%, subject to an overall ceiling of 20% under Section 397(2).

2 Reading the new section numbering

INCOME-TAX ACT, 2025 • SECTIONS 392-394

Under the Income-tax Act, 2025, the TDS and TCS provisions that were distributed across the 194-series in the 1961 Act are consolidated into three master sections, each containing a structured table of serially numbered entries. A reference such as **393(1), Sl. 6(iii)(b)** is constructed as follows:

Component	What it denotes	Example
393	Master section (TDS on residents and other payments)	Section 393
(1)	Sub-section within the master section	Sub-section (1)
Sl. 6(iii)	Entry in the master table, numbered serially	Sl. No. 6(iii)
(b)	Sub-clause within the entry	Clause (b)

The legacy section numbers — 194C, 194J, 194-I and similar — remain in common use and continue to appear as the four-digit TRACES return codes (1004–1092). This chart carries both references so that either form of citation may be located during the transition.

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Deposit and return filing schedule

DEADLINES • INTEREST • LATE-FILING FEES

For transactions on or after 1 April 2026, the quarterly TDS and TCS returns are filed on the **renumbered forms** notified under the Income-tax Rules, 2026: Form 138 (salary, formerly 24Q), Form 140 (non-salary residents, formerly 26Q), Form 144 (non-residents, formerly 27Q), and Form 143 (TCS, formerly 27EQ). The filing calendar below is unchanged in substance.

Event	Due date	Consequence of delay
TDS deposit	By the 7th of the following month; March deductions by 30 April	Interest at 1.5% per month on the amount of late deposit [Section 398(3); formerly 201(1A)]
TCS deposit	Within seven days of the end of the month	Interest at 1.5% per month on the amount of late deposit [Section 398(3); formerly 206C(7)]
Quarterly return — Q1	Form 138 / 140 / 144 / 143 by 31 July	Late filing fee of ₹200 per day, capped at the TDS amount [Section 427; formerly 234E]
Quarterly return — Q2	Form 138 / 140 / 144 / 143 by 31 October	Late filing fee of ₹200 per day, capped at the TDS amount [Section 427; formerly 234E]
Quarterly return — Q3	Form 138 / 140 / 144 / 143 by 31 January	Late filing fee of ₹200 per day, capped at the TDS amount [Section 427; formerly 234E]
Quarterly return — Q4	Form 138 / 140 / 144 / 143 by 31 May	Late filing fee of ₹200 per day, capped at the TDS amount [Section 427; formerly 234E]
Non-deduction	—	Interest at 1% per month from the due date of deduction to the date of actual deduction [Section 398(3); formerly 201(1A)]

4

Forms under the Income-tax Rules, 2026

EFFECTIVE 1 APRIL 2026

The Income-tax Rules, 2026, notified alongside the new Act, have renumbered and in several cases consolidated the TDS and TCS forms. The table below leads with the **new** form number applicable from 1 April 2026; the **Formerly** column preserves the legacy number for continuity.

New Form	Formerly	Purpose	Section / Rule
Form 121	15G / 15H	Unified self-declaration to stop TDS on specified incomes where estimated total income is nil	Section 393(6) read with 393(7) • Rule 211 (was Section 197A)
Form 141	26QB / 26QC / 26QD / 26QE	Unified challan-cum-statement for TDS on property purchase, rent, contractor payments, and virtual digital assets	Section 393(1) [Sl. 2(i), 3(i), 6(ii) & 8(vi)]
Form 145	15CA	Information furnished by the remitter for a payment to a non-resident	Section 397(3)(d) • Rule 220 (was Section 195(6))

New Form	Formerly	Purpose	Section / Rule
Form 146	15CB	Certificate of a Chartered Accountant for foreign remittance, required in Part C of Form 145 where aggregate taxable remittance exceeds ₹5 lakh per year and no certificate under Section 395 from the Assessing Officer has been obtained	Section 397(3)(d) • Rule 220
Form 138	24Q	Quarterly TDS return for payments under the head Salaries	Section 392 / 397(3)(b) read with Rule 219
Form 140	26Q	Quarterly TDS return for non-salary payments to residents	Section 393(1) / 397(3)(b) read with Rule 219
Form 144	27Q	Quarterly TDS return for payments to non-residents	Section 393(2) / 397(3)(b) read with Rule 219
Form 143	27EQ	Quarterly TCS return	Section 394 / 397(3)(b) read with Rule 219
Form 130	16	TDS certificate on salary; also covers certain senior-citizen income	Section 395(4)(a) read with Section 392 and Rule 215
Form 168	26AS	Annual Information Statement of taxes deducted, collected and reported	Section 510 read with Rule 245
Form 10-IEA	—	Declaration under Section 202(4) of the Income-tax Act, 2025 opting out of the default new regime for salary TDS. The Income-tax Rules, 2026 have not prescribed a renumbered form; the legacy Form 10-IEA under the Income-tax Rules, 1962 continues to apply until superseded by CBDT notification.	Filed by the employee with the employer at the start of the year

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Resolution of overlapping provisions

WHERE TWO SECTIONS APPEAR TO APPLY

In several routine commercial transactions, more than one TDS or TCS provision may appear to apply. The table below sets out the resolution that has crystallised through judicial pronouncements and circulars issued by the Central Board of Direct Taxes under the Income-tax Act, 1961, and that has been carried forward under the Income-tax Act, 2025.

Overlapping provisions	Resolution
Section 194Q 393(1), Sl. 8(ii) versus Section 206C(1H) Abolished with effect from FY 2025-26	Where a transaction in goods exceeds ₹50 lakh, the overlap that previously arose between the buyer's obligation under Section 194Q and the seller's obligation under Section 206C(1H) has been resolved at source by the abolition of Section 206C(1H) with effect from FY 2025-26 by the Finance (No. 2) Act, 2024. For FY 2026-27, the buyer's deduction under Section 393(1), Sl. 8(ii) is the sole live obligation on a transaction in goods.

Overlapping provisions	Resolution
<p>Section 194C 393(1), Sl. 6(i) versus Section 194J 393(1), Sl. 6(iii)</p>	<p>The distinction between a work contract and fees for professional or technical services determines which provision applies. The turnkey development of software is generally characterised as a fee for technical services or royalty under Section 194J. The supply of manpower or body-shopped labour is generally characterised as a contractual payment under Section 194C. The determination turns on which party bears the professional risk and retains control over the technical output.</p>
<p>Section 194C 393(1), Sl. 6(i) versus Section 194-I 393(1), Sl. 2(ii)</p>	<p>In vehicle-hire arrangements, the applicable rate depends on the allocation of operating risk. Where the hirer takes exclusive use of a vehicle without bearing the cost of fuel, driver or maintenance, the consideration constitutes rent within the meaning of Section 194-I. Where the arrangement is trip-wise or contract-wise and the operator retains control over fuel, driver and maintenance, the consideration is a contractual payment within the meaning of Section 194C.</p>
<p>Section 194R 393(1), Sl. 8(iv) versus Section 194Q 393(1), Sl. 8(ii)</p>	<p>In the case of channel incentives, the characterisation of the benefit determines the applicable section. Goods provided free of cost as a benefit or perquisite are covered by Section 194R at 10% of the fair market value of the benefit. A quantity discount embedded in the invoice forms part of the consideration for the goods and remains within the scope of Section 194Q. This treatment is governed by CBDT Circular No. 12/2022 dated 16 June 2022 (Q.3 and Q.4) read with Circular No. 18/2022 dated 13 September 2022. Both circulars were issued under Section 119 of the Income-tax Act, 1961 (now Section 238 of the Income-tax Act, 2025) and continue in operation under Section 536 of the Income-tax Act, 2025 - the savings clause for instruments and notifications issued under the repealed Act - to the extent not inconsistent with the new Act. The substantive provisions on which these circulars rest, the old Sections 194R and 194Q, have been carried forward into Section 393(1) Sl. 8(iv) and Sl. 8(ii) respectively without any change to the rate, threshold or charging structure, so the characterisation guidance in the two circulars continues to apply.</p>
<p>Section 194M <i>Carried forward under Section 393(1)</i> versus Sections 194J / 194C 393(1), Sl. 6(i) / 6(iii)</p>	<p>Section 194M is a residual provision applicable to individual and Hindu undivided family payers whose aggregate payments to a resident exceed ₹50 lakh in a financial year but who are not otherwise obliged to deduct tax under Sections 194C or 194J. Under the Income-tax Act, 2025, this provision is consolidated under Section 393(1) [Sl. 6(ii)] and is reported on Schedule C of the unified Form 141, as confirmed by the official Form 141 guidance note issued by the Central Board of Direct Taxes.</p>
<p>Section 194-O 393(1), Sl. 8(v) versus Sections 194C / 194J 393(1), Sl. 6(i) / 6(iii)</p>	<p>Where goods or services of a resident e-commerce participant are sold through an operator's digital platform, Section 194-O takes precedence over Sections 194C and 194J on the same gross receipt. The e-commerce operator deducts tax at 0.1% and no further deduction arises in the hands of the participant in respect of the same receipt.</p>

D I S C L A I M E R

This chart consolidates TDS and TCS provisions under the Income-tax Act, 2025 effective FY 2026–27, read with applicable surcharge and cess and the transitional TRACES return codes. Rates for non-residents are subject to the beneficial rate under any applicable Double Taxation Avoidance Agreement, read with Section 159. Thresholds shown are headline; section-wise riders, exemptions and notifications apply.

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