

Section	Nature of payment	Payers Responsible	Rate of Deduction + Surcharge as applicable, ++ Education Cess	Payees Covered	Return Form No.
					Due Date
192	All salary payments, including allowances & profits in lieu of salaries. Perquisites to be valued based on the cost to the employer.	Any person responsible for paying any Income chargeable under the head 'salaries'	Upto 50,000 - NIL 50,000-60,000 - 10% 60,000-1,50,000 -1000 + 20% on balance > 1,50,000 - 19,000 + 30% on the balance (+ surcharge @ 10 % of tax if total income exceeds Rs.8,50,000)	All persons including non residents.	24 30 June
193	Interest on securities	All persons	10% for residents. 20% for domestic companies	All residents (w.e.f. 01.06.03) except in the proviso to the Section 193	26 30 June
194	Dividends exceeding Rs 2,500/- No deduction shall be made on dividends referred to u/s 115-0	Non domestic company which has made payment of dividends within India in cash or by uncrossed cheque/DD	10%	All residents	26 30 June
194 A	Interest other than "Interest on securities" exceeding Rs 5,000/-	Any person other than Individual or HUF. However Individuals/HUF whose sales/Turnover/Gross receipts of the Business exceeding Rs 40/- lakhs or Rs. 10 lakhs in profession are also responsible for deduction of tax at source.	20% for companies 10% for others	All residents with the exceptions mentioned in 194 A (3)	26 30 June
194 B	Winnings from lottery, crossword puzzle, card game or other game of any sort exceeding Rs 5,000/-	Any person	30%	All persons	26 30 June
194 BB	Winning from Horse races exceeding Rs.2,500/-	Any person	30%	All persons	26 30 June
194 C	Contracts / Sub-contracts (including labour contract) exceeding Rs. 20,000/- Aggregating Rs 50,000/- and above w.e.f. 1-10-2004.	Any person other than Individual or HUF. However Individuals/HUF whose sales/Turnover/Gross receipts of the Business exceeding Rs 40/- lakhs or Rs. 10/-lakhs in profession are also responsible for deduction of tax at source.	a) Contract i. Advertisement : 1% ii. Others: 2 % b) Sub contract 1%	All residents	26 30 June
194 D	Insurance commission exceeding Rs. 5,000/-	All persons	10 % Domestic Company 20 %	All residents	26 30 June
194 E	Payments to non resident sportsmen or sports association	All persons	10 %	Non residents.	27 within 14 days from the end of each quarter
194 EE	NSS withdrawals exceeding Rs.2,500/-	Post Office	20%	All persons (excluding heirs of the person)	26 30 June
194 F	Repurchase of units by Mutual funds or UTI	UTI & Mutual Fund specified under section 10 (23D)	20%	All persons	26 30 June
194 G	Commission, Remuneration or prize on lottery tickets exceeding Rs. 1,000/-	All persons	10 %	All persons	26 30 June
194 H	Commission/ Brokerage excluding Insurance Commission, exceeding Rs. 2,500 /-	Any person other than Individual or HUF. However Individuals/HUF whose sales/Turnover/Gross receipts of the Business exceeding Rs 40/- lakhs or Rs. 10/- lakhs in profession are also responsible for deduction of tax at source.	5 %	All residents	26 30 June
194 I	Rent exceeding Rs. 1,20,000/- during Financial year.	Same as above	Individual and HUF : 15 % Others : 20%	Residents excluding Central / State Government and local Authorities u/s 10 (20)	26 30 June
194 J	Fees for professional / Technical services exceeding aggregate of Rs. 20,000/-	Same as above	5 %	All residents	26 30 June
194 K	Income on units of a Mutual Fund / UTI exceeding Rs. 2,500/-	Mutual Fund / UTI	10%	All residents	26 30 June
194 LA	W.e.f. 1.10.2004 compensation on all acquisition of immovable property exceeding Rs 1,00,000/-	All persons.	10%	All residents	26 30 June
195	Any interest not being interest on securities and any sum chargeable to tax excluding salaries dividends specified u/s. 115-0, and interest on NRE A/c balances	All persons.	Tax at prescribed rates or rates of ADTAs whichever is lower.	Non Corporates, Non-residents and foreign companies.	27 within 14 days from the end of each quarter

Notes:

- TAN must be applied in Form 49B, only after effecting TDS, within 30 days from the date of the first deduction.
- Consequences of Default:**

Failure to deduct tax or deduction at lesser rates:

 - ◆ Payment of the tax not deducted/short deducted.
 - ◆ Payment of interest u / s 201 (1A) @ 12% p.a. on the tax in default
 - ◆ Penalty u/s 221 upto the amount of tax in default
 - ◆ Penalty u/s 271C upto the amount of tax in default
 - ◆ TDS deductible or TDS deducted but not remitted before due date the entire expenditure will be disallowed.

Failure to remit the TDS to Government account:

 - ◆ Payment of the tax not remitted
 - ◆ Payment of interest u/s 201 (1A) @ 12% p.a on the amount in default.
 - ◆ Penalty u/s 221 upto the amount of tax in default
 - ◆ Prosecution u/s 276B involving rigorous imprisonment for a period of 3 months / 7 years with fine

Failure/Delay in filing Annual Return or furnishing of TDS certificates:

 - ◆ Penalty u / s 272 A (2) @ Rs.100 per day for the period during which the default continues.

Failure to apply for TAN or non-quoting of TAN:

 - ◆ Penalty u / s 272 BB of Rs.10,000/-

Failure to quote PAN of the deductee:

 - ◆ Penalty u/s 272B a sum of Rs.10,000/-
- The D.D.Os shall obtain necessary proof for employee's claim for exemption / deduction (HRA / LTC / 80DD / etc) 2) D.D.O can give 89 (1) relief, set-off loss from house property. (subject to conditions.)
- The space meant for 'date of payment of income' should be filled up correctly in all challans.
- Time of deduction is always at the time of payment or credit which ever is earlier.
- Date of remittance is broadly one of four dates depending upon whether the payment is paid or credited. If it is credited (i) within 7 days from the end of month of deduction, or (ii) within 2 months from the last date of the Financial year, if such date is date of deduction or (iii) In cases of payment on behalf of Govt same day is the date of remittance, or (iv) If date of deduction is date of payment it is 7 days from the date of payment itself.
- Broadly there are two time limits for the issue of TDS certificate. Where the sum is credited or paid on the last day of the accounting year, it must be issued within one week after the expiration of 2 months from such last day. In other cases it must be issued within one month from the end of month of deduction. Please issue Form No.16 for salaries and Form No.16 A for others.
- The due dates for annual returns are 31st May of succeeding financial year for Form nos. 24 and 30th June for Form No.26. Form No.27 is a quarterly return due on the 14th day of the month following the end of each quarter
- The information given in this chart is not exhaustive statement of law. Reference always must be made to relevant provisions /circulars / notifications / rules before acting on the contents of this chart.**

Intense Technologies Limited

Tel: 91 40 27849019 / 27848632 / 27844551
Fax: 91 40 27819040
e-Mail: response@intense.co.in