TDS & TCS RATE CHART PDF

For FY / Tax Year 2026-27 | Reviewed 11 November 2026 | Prepared by GimBooks

WHICH LAW AND REFERENCES APPLY?

For TDS payments credited or paid, and TCS amounts debited or received, on or after 1 April 2026, use the Income-tax Act, 2025 framework. Salary TDS is in Section 392; other TDS is mainly in Section 393; TCS is in Section 394. The earlier section numbers below are included as familiar lookup labels. Use the new Act section/table references required by the current return or reporting system.

Key updates reflected in this revision

TDS framework

The Income-tax Act, 2025 consolidates TDS provisions into Sections 392 and 393. Department guidance says the change is principally a presentation and section-reference change; rates and thresholds are largely retained.

Finance Act 2026 TCS changes

Several Section 394 rates are 2% from 1 April 2026. TCS on overseas tour programme packages is 2% without the previous up-to-Rs. 10 lakh / above-Rs. 10 lakh rate split.

Correction and scope

Insurance commission is shown at 5% for resident non-company payees and 10% for domestic companies. The chart is a quick reference; non-resident, PAN, exemption and special-case rules can change the result.

HOW TO USE THIS CHART

Check the transaction date, payer and payee category, threshold, rate and applicable exception. The threshold usually determines when deduction/collection starts; once crossed, the statutory rule may apply to the full amount or the excess, as specified in the relevant provision.

For non-resident payments, treaty relief, higher rates for missing/inoperative PAN, certificates, exemptions and detailed return codes, use the official references on page 5.

Common TDS Rates and Limits

Resident payments | common business and finance transactions

Old section numbers are for recognition. Apply the Income-tax Act, 2025 reference for transactions from 1 April 2026.

Old ref.	New Act reference	Payment type	Threshold / applicability	Rate
192	Section 392	Salary	Compute estimated taxable salary under the applicable regime; salary-specific rules apply.	Applicable slab rate
193	Section 393(1), Table 5(i)	Interest on securities	Rs. 10,000 threshold.	10% for common resident cases; check rates-in-force cases.
194A	Section 393(1), Table 5(ii)/(iii)	Interest other than interest on securities	Bank / co-op bank / post-office deposits: Rs. 1,00,000 senior citizens; Rs. 50,000 others. Other interest: Rs. 10,000.	10% for common resident cases; check payee and payer category.
194C	Section 393(1), Table 6(i)	Contractor, sub-contractor or labour contract	Rs. 30,000 for a single payment or Rs. 1,00,000 aggregate in the tax year.	1% if contractor is individual/HUF; 2% otherwise.
194D	Section 393(1), Table 1(i)	Insurance commission	Rs. 20,000.	5% resident non-company payee; 10% domestic company.
194H	Section 393(1), Table 1(ii)	Commission or brokerage, other than insurance commission	Rs. 20,000.	2%.
194I	Section 393(1), Table 2(ii)	Rent paid by a specified person: plant/machinery/equipment; or land/building/furniture/fittings	Rs. 50,000 for a month or part of a month.	2% plant/machinery/equipment; 10% land/building/furniture/fittings.
194IB	Section 393(1), Table 2(i)	Rent paid by an individual/HUF not required to deduct under the specified-person provision	Rs. 50,000 for a month or part of a month.	2%.
194J	Section 393(1), Table 6(iii)	Technical services, call-centre operations, specified film royalty; professional services and other specified sums	Rs. 50,000 for most listed categories; no threshold for director fees/remuneration/commission outside salary.	2% for specified technical/call-centre/film categories; 10% for other professional/technical categories and director payments.

TDS on interest: thresholds vary by payer and payee class. For non-resident payees, check Section 393(2), rates in force and any applicable DTAA.

GimBooks guide: TDS on interest rules, thresholds and rates

Other High-Use TDS Rates

Property, purchases, benefits, digital assets, winnings and partner payments

Rates below are quick references. Check the full provision for payer conditions, exceptions and whether deduction applies to the whole amount or only the excess.

Old ref.	New Act reference	Payment type	Threshold / applicability	Rate
194-IA	Section 393(1), Table 3(i)	Transfer of immovable property other than agricultural land	Consideration or stamp-duty value, whichever is higher, reaches Rs. 50 lakh; aggregate consideration rules apply.	1%.
194-IC	Section 393(1), Table 3(ii)	Monetary consideration under a joint development agreement	No general threshold.	10%.
194	Section 393(1), Table 7	Dividend, including preference-share dividend	No general threshold in the table; statutory exemptions and payee conditions may apply.	10%.
194Q	Section 393(1), Table 8(ii)	Purchase of goods by a qualifying buyer	Buyer turnover/gross receipts/sales exceeded Rs. 10 crore in preceding tax year; purchases from a seller exceed Rs. 50 lakh.	0.1% on the sum exceeding Rs. 50 lakh.
194R	Section 393(1), Table 8(iv)	Business/profession benefit or perquisite to a resident	Aggregate value exceeds Rs. 20,000; includes cash, in-kind or mixed benefits.	10%.
194O	Section 393(1), Table 8(v)	E-commerce operator payments for participant sales/services	Qualifying individual/HUF participant exemption up to Rs. 5 lakh may apply if conditions are met; otherwise check the full rule.	0.1% of gross sale/service amount.
194S	Section 393(1), Table 8(vi)	Consideration for transfer of a virtual digital asset	Rs. 50,000 for a qualifying specified individual/HUF; Rs. 10,000 for other payers.	1%.
194T	Section 393(3), Table 7	Firm payments to a partner: salary, remuneration, commission, bonus or interest	Aggregate amount exceeds Rs. 20,000 during the tax year.	10%.
194B / 194BA / 194BB	Section 393(3), Tables 1-3	Lottery/game/betting winnings; online-game net winnings; horse-race winnings	Rs. 10,000 per single transaction for lottery/horse-race cases; online gaming uses net winnings rules.	30%.
194G	Section 393(3), Table 4	Commission, etc. on sale of lottery tickets	Rs. 20,000.	2%.
194N	Section 393(3), Table 5	Cash withdrawal from a banking company, co-op bank or post office	Common thresholds: Rs. 1 crore; Rs. 3 crore for qualifying co-operative society payees. Higher-rate rules can apply to specified non-filers.	2% standard rate above threshold; check higher-rate conditions.
194EE	Section 393(3), Table 6	Payment from National Savings Scheme deposit	Rs. 2,500.	10%.

TDS return/payment due dates and forms can change independently of rates. Use the related GimBooks calendar and current Department instructions.

GimBooks: TDS payment and return due-date calendar FY 2026-27

TCS Rate Chart for FY 2026-27

TCS under Section 394 for amounts debited or received on or after 1 April 2026

The Finance Act, 2026 changes below are effective from 1 April 2026. The old Section 206C labels are shown only as recognition aids.

Old ref.	New Act reference	Receipt / transaction	Threshold / applicability	Rate
206C(1)(a)	Section 394(1), Table 1	Sale of alcoholic liquor for human consumption	No general monetary threshold specified in this entry.	2%.
206C(1)(i)	Section 394(1), Table 2	Sale of tendu leaves	No general monetary threshold specified in this entry.	2%.
206C(1)(b)/(c)/(d)	Section 394(1), Table 3	Sale of timber or other forest produce covered by the table	No general monetary threshold specified in this entry.	2%.
206C(1)(e)	Section 394(1), Table 4	Sale of scrap	No general monetary threshold specified in this entry.	2%.
206C(1)(j)	Section 394(1), Table 5	Sale of coal, lignite or iron ore	No general monetary threshold specified in this entry.	2%.
206C(1F)	Section 394(1), Table 6	Sale of a motor vehicle or other goods notified by the Central Government	Sale consideration exceeding Rs. 10 lakh.	1%.
206C(1G)	Section 394(1), Table 7	LRS remittance for education/medical treatment; or other purposes	Aggregate LRS remittance exceeds Rs. 10 lakh. Check statutory exclusions, including qualifying education loans.	2% education/medical; 20% other purposes.
206C(1G)	Section 394(1), Table 8	Sale of an overseas tour programme package	No Rs. 10 lakh threshold split under the amended entry; verify whether the product meets the statutory package definition.	2% on the package amount.
206C(1C)	Section 394(1), Table 9	Business use of parking lot, toll plaza, mine or quarry, subject to the statutory exclusion	No general monetary threshold specified in this entry.	2%.

IMPORTANT TCS NOTES

For Section 394(1), Tables 1-5, an eligible resident buyer may furnish the prescribed declaration for goods used in manufacturing, processing, producing or power generation and not for trading. Special exclusions, PAN-related higher rates and collection/reporting rules can apply. The overseas-tour rate changed from the former 5%/20% bands to 2% from 1 April 2026.

GimBooks guide: Key difference between TDS and TCS

Section crosswalk for transactions from 1 April 2026

Area	Earlier reference	New Act reference
Salary TDS	Income-tax Act, 1961 Section 192	Income-tax Act, 2025 Section 392
Resident TDS on other payments	Common former Sections 193-194T	Income-tax Act, 2025 Section 393(1) / (3), applicable table row
Non-resident TDS	Common former Sections 194E, 194LC, 195, etc.	Income-tax Act, 2025 Section 393(2), applicable table row; check rates-in-force / DTAA
TCS	Former Section 206C	Income-tax Act, 2025 Section 394, applicable table row

More GimBooks reading

- **TDS & TCS Rate Chart: full guide and explanations**
- **TDS on interest: rules, thresholds and deduction rates**
- **Key difference between TDS and TCS**
- **TDS return and payment due-date calendar FY 2026-27**

Official references - click to verify

Income Tax Department: TDS rates for Tax Year 2026-27

Income-tax Act, 2025: Section 393 (TDS)

Income-tax Act, 2025: Section 394 (TCS)

Income Tax Department: TDS transition and compliance FAQ

CBDT Notification 22/2026: section and return-code references

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Reviewed 11 November 2026. Verify the latest Act, Finance Act, rules, notifications and return utility before applying a rate.