

RATES FOR TAX DEDUCTION AT SOURCE FOR FINANCIAL YEAR 2009 - 10

Nature of payment	Bills dated upto 30-09-2009	Bills dated after 01-10-2009	
		Individual/HUF	Other than Individual/HUF
<u>U/s. 194A</u> Interest paid	10.00	10.00	10.00
<u>U/s. 194C</u> <u>Contract</u> Normal Contract	2.00	1.00	2.00
Sub - Contract	1.00	1.00	2.00
Advertisement	1.00	1.00	2.00
<u>U/s. 194H</u> <u>Commission</u>	10.00	10.00	10.00
<u>U/s. 194I</u> <u>Rent</u> Rent for Plant, Machinery or Equipments	10.00	2.00	2.00
Rent (Building, Land etc.,) Individual/HUF	15.00	10.00	10.00
Other than Individual/HUF	20.00		
<u>U/s. 194I</u> Professional Charges, Technical Fees and Royalty charges	10.00	10.00	10.00
	10.00	10.00	10.00

IMPORTANT NOTE:

Surcharge is applicable for TDS purposes only when the recipient is a foreign company and payment/credit subject to TDS exceeds Rs. 1 crore. In no other case, surcharge is applicable at the time of deduction of tax at source.

Education cess and SHE Cess are applicable for TDS purposes only in the case of tax deduction from payment of salary to a resident or a non-resident or for payment or credit of any other sum to a non-resident or a foreign company.

No Tax deduction need be done from payments made to transport contractors in respect of bills for the period after 1-10-09 provided they furnish a valid PAN for their transport business. "Transport Contractor" is one who is in the business of plying, hiring or leasing goods carriages. In such cases, the dedutor will be required to intimate these PAN details to the Income Tax Department in the prescribed format.