

TDS Rate Chart FY 2026-27 (tax year 2026-27), Income-tax Act 2025

Payments to residents: section 393(1). Applies where the earlier of credit or payment is on or after 1 April 2026. Once the threshold is crossed, TDS is on the entire amount (purchase of goods: only the amount above ₹50 lakh). "Specified person": anyone other than an individual or HUF, plus an individual or HUF whose turnover last year exceeded ₹1 crore (business) or ₹50 lakh (profession).

393(1) Sl. No.	Payment	Old section	Who deducts	Rate	Threshold
1(i)	Insurance commission	194D	Any person	5% (payee not a company); 10% (domestic company)	₹20,000
1(ii)	Commission or brokerage (not insurance)	194H	Specified person	2%	₹20,000
2(i)	Rent paid by an individual or HUF who is not a specified person	194-IB	Person other than a specified person	2%	₹50,000 for a month or part of a month; deducted once, in the last month of the tax year or tenancy
2(ii)	Rent of plant, machinery or equipment	194-I	Specified person	2%	₹50,000 for a month or part of a month
2(iii)	Rent of land, building, furniture or fittings	194-I	Specified person	10%	₹50,000 for a month or part of a month
3(i)	Buying immovable property (not agricultural land)	194-IA	Any person (buyer)	1% of consideration or stamp duty value, whichever is higher	Consideration or stamp duty value of ₹50 lakh or more
3(ii)	Money paid under a joint development agreement	194-IC	Any person	10%	Nil
3(iii)	Compensation on compulsory acquisition of immovable property	194LA	Any person	10%	₹5,00,000
4(i)	Income on mutual fund units	194K	Any person	10%	₹10,000
4(ii)	Distribution by a business trust (such as a REIT)	194LBA	Business trust	10%	Nil
4(iii)	Income from an investment fund	194LBB	Investment fund	10%	Nil
4(iv)	Income from a securitisation trust	194LBC	Securitisation trust	10%	Nil
5(i)	Interest on securities	193	Any person	10%	₹10,000
5(ii)	Interest on deposits paid by a bank, co-operative bank or post office	194A	Bank, co-operative bank, post office	10%	₹50,000; ₹1,00,000 for a senior citizen
5(iii)	Other interest (not on securities)	194A	Specified person (other than banks)	10%	₹10,000
6(i)	Payment to a contractor or sub-contractor	194C	Designated person (government, local authority, company, co-operative society and others listed in section 402)	1% (individual or HUF contractor); 2% (others)	₹30,000 for one sum, or ₹1,00,000 in aggregate in the tax year
6(ii)	Contract work, professional fees or commission paid by an individual or HUF not covered above	194M	Individual or HUF	2%	₹50 lakh
6(iii)	Fees for professional services, royalty	194J	Specified person	10%	₹50,000
6(iii)	Fees for technical services, film royalty, payee running only a call centre	194J	Specified person	2%	₹50,000
6(iii)	Director's fees or commission (not salary)	194J	Specified person	10%	Nil
7	Dividend	194	Domestic company	10%	Nil (but no TDS for an individual paid by a non-cash mode up to ₹10,000 in the year)
8(i)	Life insurance policy payout	194DA	Any person	2% of the income part	₹1,00,000
8(ii)	Purchase of goods	194Q	Buyer	0.1% of the amount above ₹50 lakh	₹50 lakh
8(iii)	Tax of a specified senior citizen (75 or older)	194P	Specified bank	Rates in force on total income	As applicable
8(iv)	Business benefit or perquisite	194R	Specified person	10% of value	₹20,000
8(v)	E-commerce sales or services	194-O	E-commerce operator	0.1% of gross amount	Nil (no TDS for an individual or HUF seller up to ₹5,00,000 who gives PAN or Aadhaar)
8(vi)	Transfer of a virtual digital asset	194S	Any person	1%	Nil (no TDS up to ₹50,000 or ₹10,000, depending on the payer)

Source: Income-tax Act 2025, sections 392, 393 and 397 (as amended by the Finance Act 2026), and the CBDT TDS rates chart for tax year 2026-27, incometaxindia.gov.in, checked 28 October 2026. For study and reference; check the Act for your case. IPA – Institute of Professional Accountants, E-54 Laxmi Nagar, Delhi · 9213855555 · email@tipa.in · Full guide: tipa.in/income-tax/tds-rate-chart/

Payments to any person: section 393(3)

393(3) Sl. No.	Payment	Old section	Who deducts	Rate	Threshold
1	Winnings from lottery, crossword, card game, gambling or betting	194B	Any person	30%	₹10,000 in a single transaction
2	Winnings from online games	194BA	Any person	30%	On net winnings (at withdrawal and at year end)
3	Winnings from horse races	194BB	Bookmaker or licensee	30%	₹10,000 in a single transaction
4	Commission on sale of lottery tickets	194G	Any person	2%	₹20,000
5	Cash withdrawal from bank or post office accounts	194N	Bank, co-operative bank, post office	2%	₹1 crore (₹3 crore for a co-operative society)
6	Payment from National Savings Scheme deposits	194EE	Any person	10%	₹2,500
7	Salary, remuneration, commission, bonus or interest to a partner	194T	Firm	10%	₹20,000

Salary and EPF: section 392

Section	Payment	Old section	Who deducts	Rate	Threshold
392(1)	Salary	192	Employer	Average rate on estimated salary for the year (slab rates)	Taxable salary
392(7)	Taxable withdrawal of EPF accumulated balance	192A	EPF trustees	10%	₹50,000 or more

Payments to non-residents (selected): section 393(2)

393(2) Sl. No.	Payment	Old section	Rate
1	Non-resident sportsman, entertainer or sports association	194E	20%
2, 3	Interest on foreign-currency loans and bonds (approved, before 1 July 2023)	194LC	5%
4	Interest on bonds listed only on an IFSC exchange	194LC	4% (issued 1 Apr 2020 to 30 Jun 2023); 9% (from 1 Jul 2023)
5	Interest from an infrastructure debt fund	194LB	5%
13	Interest or dividends on bonds or GDRs	196C	10%
15	Income of a Foreign Institutional Investor from securities	196D	20%, or the lower treaty rate
17	Any other sum (not salary)	195	Rates in force: for example 30% on "any other income" (35% for a foreign company), 20% on dividend

Non-resident rates are increased by surcharge and Health and Education cess; a lower tax-treaty rate can apply with the required certificate.

No PAN: section 397(2)

- Deduct at the higher of the normal rate, the rates in force, or 20%.
- For purchase of goods (8(ii)) and e-commerce (8(v)): 5% instead of 20%.
- For rent under 2(i), the no-PAN deduction cannot exceed one month's rent.

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Old section to new section: quick lookup

Old section (1961 Act)	New reference (2025 Act)	Payment
192	392(1)	Salary
192A	392(7)	EPF withdrawal
193	393(1) Sl. 5(i)	Interest on securities
194	393(1) Sl. 7	Dividend
194A	393(1) Sl. 5(ii)	Bank, post office interest
194A	393(1) Sl. 5(iii)	Other interest
194B	393(3) Sl. 1	Lottery, game winnings
194BA	393(3) Sl. 2	Online game winnings
194BB	393(3) Sl. 3	Horse race winnings
194C	393(1) Sl. 6(i)	Contractors
194D	393(1) Sl. 1(i)	Insurance commission
194DA	393(1) Sl. 8(i)	Life insurance payout
194E	393(2) Sl. 1	NR sportsmen
194EE	393(3) Sl. 6	NSS payments
194G	393(3) Sl. 4	Lottery ticket commission
194H	393(1) Sl. 1(ii)	Commission, brokerage
194-I	393(1) Sl. 2(ii)	Rent
194-IA	393(1) Sl. 3(i)	Property purchase
194-IB	393(1) Sl. 2(i)	Rent by individuals
194-IC	393(1) Sl. 3(ii)	Joint development
194J	393(1) Sl. 6(iii)	Professional, technical fees
194K	393(1) Sl. 4(i)	Mutual fund units
194LA	393(1) Sl. 3(iii)	Acquisition compensation
194LB	393(2) Sl. 5	Infra debt fund interest
194LBA	393(1) Sl. 4(ii)	Business trust income
194LBB	393(1) Sl. 4(iii)	Investment fund income
194LBC	393(1) Sl. 4(iv)	Securitisation trust income
194LC	393(2) Sl. 2, 3	Foreign-currency bond interest
194LC	393(2) Sl. 4	Foreign-currency bond interest
194M	393(1) Sl. 6(ii)	Large payments by individuals
194N	393(3) Sl. 5	Cash withdrawal
194-O	393(1) Sl. 8(v)	E-commerce
194P	393(1) Sl. 8(iii)	Senior citizens 75+
194Q	393(1) Sl. 8(ii)	Purchase of goods
194R	393(1) Sl. 8(iv)	Business perquisites
194S	393(1) Sl. 8(vi)	Virtual digital assets
194T	393(3) Sl. 7	Partner payments
195	393(2) Sl. 17	Other NR payments
196C	393(2) Sl. 13	Bonds, GDRs (NR)
196D	393(2) Sl. 15	FII income

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