

LEGEND: **NEW** = New provision under IT Act 2025 **CHG** = Rate / threshold changed vs old Act **DEL** = Provision abolished under new Act 4-digit TRACES codes (1001–1092) mandatory in all returns from 1 Apr 2026 Old 194-series / 206-series section numbers are abolished for TY 2026-27

PART A — TAX DEDUCTED AT SOURCE (TDS) Sections 392 & 393 of Income Tax Act, 2025						
Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)	
SECTION 392 — SALARY & EPF Form 138 (replaces Form 24Q)						
1001	192	Salary — State Govt / Local Authority employees	392	Slab rate	Basic exemption limit	
1002	192	Salary — Central (Union) Govt employees	392	Slab rate	Basic exemption limit	
1003	192	Salary — All other employers (private / PSU / others)	392	Slab rate	Basic exemption limit	
1004	192A	Premature EPF withdrawal (before 5 years of service)	392(7)	10%	Rs.50,000	
SECTION 393(1) — COMMISSION & BROKERAGE						
1005	194D	Commission / brokerage — Insurance company to agent	393(1)[Sl.1(i)]	2% (Individual) 10% (Others)	Rs.20,000 p.a.	CHG
1006	194H	Commission / brokerage — All others (excl. BSNL/MTNL PCO)	393(1)[Sl.1(ii)]	2%	Rs.20,000 p.a.	CHG
SECTION 393(1) — RENT						
1007	194IB	Rent — Individual/HUF not liable to tax audit	393(1)[Sl.2(i)]	2%	Rs.50,000 per month	CHG
1008	194(a)	Rent — Plant, Machinery or Equipment (specified/audit-liable person)	393(1)[Sl.2(ii).D(a)]	2%	Rs.50,000 per month	
1009	194(b)	Rent — Land, Building or Furniture (specified/audit-liable person)	393(1)[Sl.2(ii).D(b)]	10%	Rs.50,000 per month	
SECTION 393(1) — IMMOVABLE PROPERTY						
1010	194IA	Purchase of immovable property from resident (buyer deducts on higher of consideration or stamp duty value)	393(1)[Sl.3(i)]	1%	Rs.50,00,000	
1011	194IC	Cash consideration under Joint Development Agreement [Sec 67(14)]	393(1)[Sl.3(ii)]	10%	None	
1012	194LA	Compensation on compulsory acquisition of immovable property	393(1)[Sl.3(iii)]	10%	Rs.5,00,000	
SECTION 393(1) — INTEREST						
1019	193	Interest on securities (listed/unlisted debentures, Govt securities)	393(1)[Sl.5(i)]	10%	Rs.10,000	
1020	194A	Interest other than on securities — Senior citizen payee (60+ yrs)	393(1)[Sl.5(ii).D(a)]	10%	Rs.1,00,000 p.a.	CHG
1021	194A	Interest other than on securities — Non-senior citizen (bank/co-op/PO)	393(1)[Sl.5(ii).D(b)]	10%	Rs.50,000 p.a.	CHG
1022	194A	Interest other than on securities — Other sources	393(1)[Sl.5(iii)]	10%	Rs.10,000	
SECTION 393(1) — DIVIDEND & INVESTMENT INCOME						

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Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)
1029	194	Dividends declared by domestic company (including on preference shares)	393(1)[Sl.7]	10%	Rs.10,000 (Individual) Nil (Others)
1013	194K	Income from Mutual Fund / UTI / specified company units	393(1)[Sl.4(i)]	10%	Rs.10,000 p.a.
1014	194LBA	Interest income from Business Trust (REIT/InvIT) — resident unit holder	393(1)[Sl.4(ii)]	10%	None
1015	194LBA	Dividend-type income from Business Trust — resident unit holder	393(1)[Sl.4(ii)]	10%	None
1016	194LBA	Rental income (REIT property) from Business Trust — resident unit holder	393(1)[Sl.4(ii)]	10%	None
1017	194LBB	Income from AIF (Category I / II / III) — resident unit holder	393(1)[Sl.4(iii)]	10%	None
1018	194LBC	Income from Securitisation Trust — resident investor	393(1)[Sl.4(iv)]	10%	None
SECTION 393(1) — CONTRACTS, PROFESSIONAL & TECHNICAL FEES					
1023	194C	Contract / Work payments — contractor is Individual or HUF	393(1)[Sl.6(i).D(a)]	1% (Indv payer) 2% (Other payer)	Rs.30,000 per payment Rs.1,00,000 aggregate p.a.
1024	194C	Contract / Work payments — contractor is other than Individual/HUF	393(1)[Sl.6(i).D(b)]	1% (Indv payer) 2% (Other payer)	Rs.30,000 per payment Rs.1,00,000 aggregate p.a.
1026	194J(a)	Fees for technical services (non-professional) / Royalty for films / Call centre	393(1)[Sl.6(iii).D(a)]	2%	Rs.50,000 p.a.
1027	194J(b)	Fees for professional services (CA, lawyer, doctor, architect, etc.)	393(1)[Sl.6(iii).D(b)]	10%	Rs.50,000 p.a.
1028	194J(b)	Non-salary remuneration / fees / commission to company director	393(1)[Sl.6(iii).D(b)]	10%	None
—	194M	Payment by Individual/HUF for contracts & professional services	393(1)	5%	Exceeding Rs.50,00,000 p.a.
SECTION 393(1) — MISCELLANEOUS RESIDENT PAYMENTS					
1030	194DA	Life insurance policy proceeds — taxable portion only (net of premium)	393(1)[Sl.8(i)]	2%	Rs.1,00,000
1031	194Q	Purchase of goods — buyer deducts (buyer's turnover > Rs.10 Cr)	393(1)[Sl.8(ii)]	0.1%	Exceeding Rs.50,00,000 p.a.
1032	194S	Transfer of Virtual Digital Asset (VDA / Crypto / NFT)	393(1)[Sl.8(iii)]	1%	Rs.50,000 (specified person) Rs.10,000 (others)
1033	194R	Benefit / perquisite from business or profession (non-cash or mixed)	393(1)[Sl.8(iv)]	10%	Rs.20,000 p.a.
—	194EE	Withdrawal from National Savings Scheme (NSS)	393(1)	10%	Rs.2,500
—	194G	Commission on lottery tickets	393(1)	5%	Rs.15,000
—	194O	Payment by e-commerce operator to resident participant	393(1)	0.1%	Rs.5,00,000 p.a.
SECTION 393(3) — CASH WITHDRAWALS					
1035	194N	Cash withdrawal from bank/co-op/post office — non-ITR filer	393(3)[Sl.3]	2% (up to Rs.3 Cr) 5% (above Rs.3 Cr)	Exceeding Rs.20,00,000

Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)	
1036	194N	Cash withdrawal from bank/co-op/post office — regular ITR filer	393(3)[Sl.3]	2%	Exceeding Rs.1,00,00,000	
SECTION 393(3) — WINNINGS & PAYMENTS TO PARTNERS						
1058	194B	Winnings from lottery / crossword puzzle / card game / game show	393(3)[Sl.1]	30%	Rs.10,000 per transaction	
1059	194BA	Winnings from online games (net winnings at year-end / withdrawal)	393(3)[Sl.2]	30%	None (net winnings)	
1025	194BB	Winnings from horse race	393(3)[Sl.5]	30%	Rs.10,000	
1067	194T	Payment by partnership firm / LLP to partners — salary, remuneration, interest, commission, bonus	393(3)[Sl.7]	10%	Rs.20,000 p.a.	NEW

PART B — TAX COLLECTED AT SOURCE (TCS) | Section 394 of Income Tax Act, 2025

Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)	
SECTION 394 — TRADITIONAL / INDUSTRIAL GOODS (TCS @ 2%) Form 143						
1068	206C(1)(a)	Alcoholic liquor for human consumption	394(1)[Sl.1]	2%	None	CHG
1069	206C(1)(b)	Tendu leaves	394(1)[Sl.2]	2%	None	CHG
1070	206C(1)(c)	Timber — obtained under a forest lease	394(1)[Sl.3]	2%	None	
1071	206C(1)(d)	Timber — obtained by any other mode	394(1)[Sl.4]	2%	None	
1072	206C(1)(e)	Any other forest produce (not being timber or tendu leaves)	394(1)[Sl.5]	2%	None	
1073	206C(1)(f)	Scrap	394(1)[Sl.6]	2%	None	CHG
1074	206C(1)(g)	Minerals — coal, lignite, iron ore	394(1)[Sl.7]	2%	None	CHG
1092	206C(1)	Parking lots / toll plazas / quarrying / mining rights	394(1)	2%	None	
SECTION 394 — LUXURY GOODS (TCS @ 1%, threshold > Rs.10,00,000)						
1075	206C(1F)	Motor vehicles — passenger (excluding electric vehicles)	394(1)[Sl.8]	1%	Exceeding Rs.10,00,000	
1076	206C(1F)	Wrist watches	394(1)[Sl.9]	1%	Exceeding Rs.10,00,000	NEW
1077	206C(1F)	Art pieces — antiques, paintings, sculptures	394(1)[Sl.10]	1%	Exceeding Rs.10,00,000	NEW
1078	206C(1F)	Collectibles — coins, stamps	394(1)[Sl.11]	1%	Exceeding Rs.10,00,000	NEW
1079	206C(1F)	Yachts, boats, aircraft (non-commercial)	394(1)[Sl.12]	1%	Exceeding Rs.10,00,000	NEW
1080	206C(1F)	Designer sunglasses	394(1)[Sl.13]	1%	Exceeding Rs.10,00,000	NEW
1081	206C(1F)	Handbags / purses	394(1)[Sl.14]	1%	Exceeding Rs.10,00,000	NEW
1082	206C(1F)	Shoes / luxury footwear	394(1)[Sl.15]	1%	Exceeding Rs.10,00,000	NEW
1083	206C(1F)	Sportswear and sports equipment	394(1)[Sl.16]	1%	Exceeding Rs.10,00,000	NEW
1084	206C(1F)	Home theatre systems	394(1)[Sl.17]	1%	Exceeding Rs.10,00,000	NEW

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Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)	
1085	206C(1F)	Horses (for racing or polo)	394(1)[Sl.18]	1%	Exceeding Rs.10,00,000	NEW
SECTION 394 — LRS / OVERSEAS REMITTANCES						
1086	206C(1G)	LRS remittance — Education loan from financial institution	394(1)[Sl.19]	Nil	Any amount	
1087	206C(1G)	LRS remittance — Medical treatment abroad	394(1)[Sl.20]	2% (above Rs.10 lakh)	Exceeding Rs.10,00,000	CHG
1088	206C(1G)	LRS remittance — Education abroad (own funds, not loan)	394(1)[Sl.21]	2% (above Rs.10 lakh)	Exceeding Rs.10,00,000	CHG
1089	206C(1G)	LRS remittance — All other purposes (investments, gifts, travel etc.)	394(1)[Sl.22]	20%	None	
1090	206C(1G)	Overseas tour packages (flat rate, no two-tier slab)	394(1)[Sl.23]	2%	None	CHG
SECTION 394 — ABOLISHED PROVISION						
1091	206C(1H)	Sale of goods by seller — ABOLISHED to remove double deduction overlap with TDS u/s 194Q (Sec 393(1)[Sl.8(ii)])	ABOLISHED	N/A	N/A	DEL

PART C — PAYMENTS TO NON-RESIDENTS & FOREIGN COMPANIES | Section 393(2) of Income Tax Act, 2025

Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)	
SECTION 393(2) — PAYMENTS TO NON-RESIDENTS & FOREIGN COMPANIES Form 144						
1039	195	Interest payable by Govt / Indian concern to non-resident / foreign company	393(2)	As per DTAA / 20%+	None	
1040	195	Royalties payable to non-resident / foreign company	393(2)	10% (or DTAA rate)	None	
1041	195	Fees for Technical Services (FTS) — non-resident / foreign company	393(2)	10% (or DTAA rate)	None	
1042	195	Any other sum chargeable to tax — non-resident (residual)	393(2)	Applicable rate	None	
1043	194E	Payment to non-resident sportsman or sports association / institution	393(2)	20%	None	
1044	194LB	Interest from infrastructure debt fund — non-resident unit holder	393(2)	5%	None	
1045	194LC	Interest on long-term bond / Rupee-denominated bond (specified borrowing)	393(2)	4% / 5% / 9%	None	
1046	194LD	Interest on Masala Bond / Govt securities to Foreign Portfolio Investor (FPI)	393(2)	5%	None	
1047	194LBA	Income from Business Trust (REIT/InvIT) — non-resident unit holder	393(2)	5% / 10%	None	
1048	194LBB	Income from AIF (Category I / II / III) — non-resident unit holder	393(2)	10%	None	
1049	194LBC	Income from Securitisation Trust — non-resident investor	393(2)	30% (Indv/HUF) 40% (Others)	None	
1051	196A	Income from units of offshore fund — non-resident	393(2)	20%	None	
1052	196B	Income (incl. LTCG) from UTI units — non-resident	393(2)	10%	None	
1053	196C	Income from bonds / GDR purchased in foreign currency	393(2)	10%	None	

Code	Old Sec.	Nature of Payment	New Section (IT Act 2025)	Rate (%)	Threshold (Rs.)	
1054	196D	Income of FPI from securities (excluding LTCG and dividend)	393(2)	20%	None	
1055	194O	E-commerce operator — payment to non-resident participant	393(2)	1%	Rs.5,00,000	
1056	194S	Transfer of Virtual Digital Asset (VDA) — non-resident	393(2)	1%	Rs.10,000	
1057	194T	Payment by firm / LLP to non-resident partner	393(2)	10%	Rs.20,000 p.a.	NEW

KEY STRUCTURAL CHANGES UNDER INCOME TAX ACT 2025 — EFFECTIVE 1 APRIL 2026

1. All TDS sections 192–194T consolidated under Sec 392 (salary) & Sec 393 (others); TCS under Sec 394.	5. TDS on Rent by Individual/HUF reduced from 5% to 2% (Code 1007). Threshold unchanged at Rs.50,000/month.
2. Old 194-series & 206C-series section numbers ABOLISHED for TY 2026-27. Use 4-digit TRACES codes 1001–1092.	6. TCS: Alcoholic liquor, Scrap & Minerals revised to 2%; Tendu leaves reduced to 2% (Finance Act 2026).
3. NEW — TDS on firm payments to Partners @ 10% if aggregate > Rs.20,000 p.a. (Code 1067, ex-194T).	7. Overseas tour packages: Flat 2% TCS, no threshold, no two-tier slab (Finance Act 2026 revision).
4. NEW — Luxury goods TCS @ 1% for 11 categories exceeding Rs.10,00,000 (watches, art, bags, yachts etc.).	8. TCS on sale of goods [old Sec 206C(1H)] ABOLISHED to remove double deduction overlap with TDS u/s 194Q.
9. Interest threshold for non-senior citizens (bank): Rs.50,000 p.a.; senior citizens: Rs.1,00,000 p.a. (new limits).	10. No-PAN / No-Aadhaar: TDS at higher of applicable rate or 20%. File Form 121 for nil/lower deduction.