



TAX COLLECTED AT SOURCE (TCS) ON SALE OF GOODS

EFFECTIVE FROM 01st OCTOBER, 2020

- Provisions of Tax Collected at Source, is applicable to Taxpayers having Turnover Exceeding Rs. 10 Crores during the Previous Financial Year.
- Seller is the Person responsible for Collection of Tax at Source.
- Provisions of TCS are applicable only when the amount of consideration for Sale of Goods to a Customer Exceeds Rs. 50 Lakhs during the Financial Year.
- Tax is to be Collected by Seller at 0.075%.
- Tax is to be Collected at the time of Receipt of the Amount and not at the time of Recording of Sales.
- Every such Tax Collected is to be Deposited within 7th of Next Month.
- Quarterly TCS Statements for such Tax Collection will be filed within 15 Days of completion of a Quarter.

PARTICULARS	AMOUNT
Taxable Value	1,00,000
Add: GST @ 5%	5,000
Gross Total Value	1,05,000
Add: TCS @ 0.075%	78.75
Total Invoice Value	1,05,078.75

- Provisions of Tax Collected at Source, is Not Applicable if the Customer is liable to Deduct Tax at Source
- If Customer fails to provide Permanent Account Number (PAN) or Aadhar Number, then Tax is to be Collected at 1%