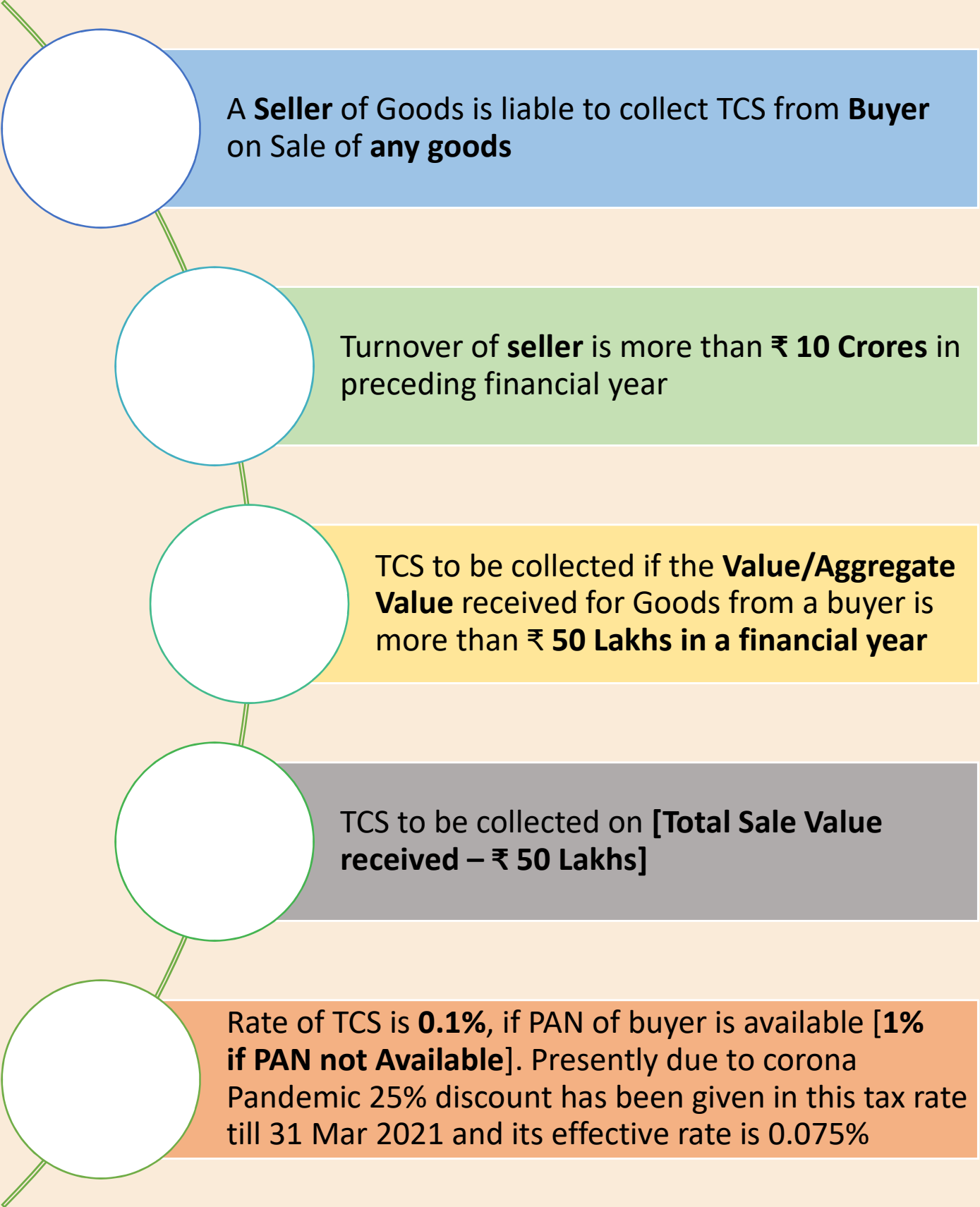




# TCS ON SALE OF GOODS



A **Seller** of Goods is liable to collect TCS from **Buyer** on Sale of **any goods**

Turnover of **seller** is more than ₹ **10 Crores** in preceding financial year

TCS to be collected if the **Value/Aggregate Value** received for Goods from a buyer is more than ₹ **50 Lakhs in a financial year**

TCS to be collected on [**Total Sale Value received – ₹ 50 Lakhs**]

Rate of TCS is **0.1%**, if PAN of buyer is available [**1% if PAN not Available**]. Presently due to corona Pandemic 25% discount has been given in this tax rate till 31 Mar 2021 and its effective rate is 0.075%

## A Refresher..

Tax-collected-at-source (TCS) is a concept where a person selling specific items is liable to collect tax from a buyer at a prescribed rate and deposit the same with the Government.

Tax credit in Form 26AS would be available to the buyer. The buyer can claim this TCS at the time of filing ITR.

The tax credit is only available once the seller deposits the tax to the IT Department and files the TCS Return.