

TDS Circular

Timeline of giving TDS credit to deductor in books of accounts of BDB

A) When TDS deducted by deductor while making payment to BDB:

- TDS credit will be given by BDB to deductor once it is intimated to BDB by giving details of TDS deduction by deductor and reflected in AS26.
- Deductor have to issue TDS Certificate to BDB within 45 days from the end of 1st quarter (before dt.15th August for the relevant F.Y)/
2nd quarter (before dt.15th November for the relevant F.Y)/
3rd quarter (before dt.15th Feb for the relevant F.Y)
And for 4th quarter (before dt.15th June for the relevant F.Y) within 75 days from end of 4th quarter of relevant financial year.
- Reconciliation will be done between 26 AS (TDS credit received by BDB from income Tax site – Traces) and books of accounts, and if TDS credit is not reflected / short reflected in 26 AS with respect to books of accounts of BDB then intimation will be send to deductor to rectify and/or modify their TDS return in order to reflect correct TDS credit in 26 AS of BDB in 15 working days.
- If above mistake is not rectified within prescribe time as mention above then debit note for TDS amount along with interest @18% p.a. shall be send to deductor.
- No credit of TDS will be given to deductor default of non-credit/short credit of TDS amount is rectified/ modified after 30th sept following end of relevant financial year or IT return filed by BDB whichever is earlier.

B) When No TDS deducted by deductor while making payment to BDB:

- All deductor who have not deducted TDS, & later on rectify such default and pay the same after 30th Sept following end of relevant financial year or IT return filed by BDB whichever is earlier, then such TDS shall not be refunded to deductor by BDB as BDB will also not get credit for same in its IT account.