

CBDT issues circular on deduction of TDS from salaries for financial year 2018-19
(Circular No. 1 dated 01.01.2019)

1. CBDT has issued a circular providing guidance on deduction of TDS from salaries for the financial year 2018-19.
2. The circular is comprehensive and talks about various aspects concerning deduction of TDS on salaries paid to personnel. It covers:
 - a. Computation of income under the head 'salaries' including computation of exempt allowances and perquisites;
 - b. Tax rates, including surcharge and education cess
 - c. Rules governing deduction of TDS, procedures and penalties for non-compliance.
3. In addition, the Circular also provides illustrations for ease of understanding provisions governing salaries and TDS thereon.

Access: [CBDT Circular No. 1 of 2019.](#)