

## **SECTION 206AB/206CCA**

### **TDS Under Section 206 AB:**

Section 206AB provides that for amounts paid/payable to a 'Specified Person', TDS shall be deducted at higher of the following rates:

- Twice the rate prescribed under the Income Tax Act; or
- 5%

However, Section 206AB is not applicable where tax is deductible u/s 192, 192A, 194B, 194BB, 194LBC, 194IA, 194IB, 194M, 194N and 194S.

### **TCS Under Section 206CCA:**

Section 206CCA provides that where the collectee is a 'Specified Person', tax shall be collected at higher of the following rates:

- Twice the rate specified under the Income Tax Act; or
- 5%

**Specified Person** – A person who provides the PAN but has not filed the return for the last assessment year, the due date for filing has expired, and the aggregate of TDS or TCS in his case is Rs. 50,000 or more, then the above rate shall apply. If he doesn't provide the PAN, then tax shall be deducted or collected at 20% or a much higher rate as per section 206AA or 206CC.

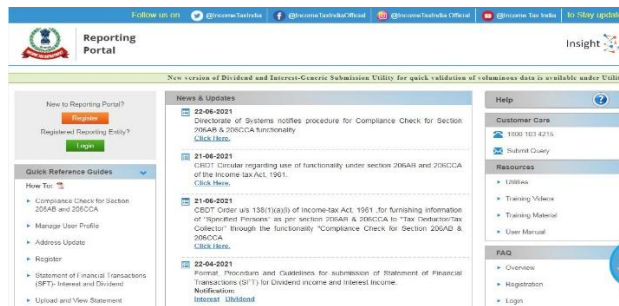
**Note:** It does not apply to a non-resident who does not have a permanent establishment in India. Permanent establishment for this purpose includes a fixed place of business where the enterprise's business is carried out wholly or partially.

## **COMPLIANCE CHECK for SECTION 206AB & 206CCA**

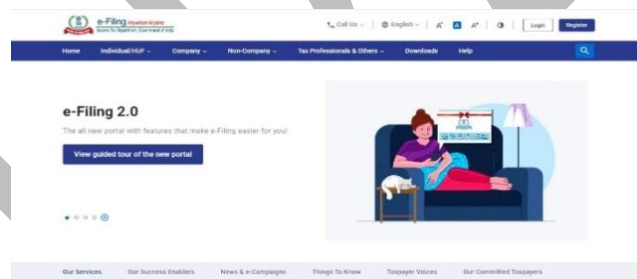
Aim: To facilitate tax deductors/collectors to verify if a person is a 'Specified Person' as per section 206AB & 206CCA..

## Following steps may be followed for registration of TAN on reporting portal

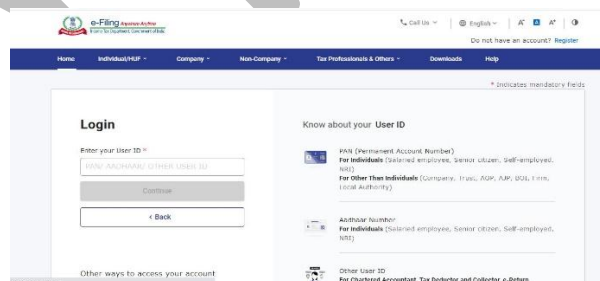
1. Go to Reporting Portal at URL <https://report.insight.gov.in>.
2. On the left sidebar of the Reporting Portal homepage, click on Register button.



3. User is redirected to the e-filing login page. Or



4. Directly navigated to e-filing portal through [www.incometax.gov.in](http://www.incometax.gov.in)
5. Log in to e-filing using e-filing login credential of TAN.



6. Under "Pending Actions", select "Reporting Portal".



7. After being redirected to the Reporting portal, select New Registration option and click Continue.



8. On the next screen, select the Form type as Compliance Check (Tax Deductor & Collector). The Entity Category will be displayed based on the category in which TAN is registered at e-filing. Click Continue to navigate to entity details page.

Form Type and Category	
Form Type*	Compliance Check (Tax Deductor & Collector) ▼
Entity Category*	Company ▼
<a href="#">Next</a>	

9. Enter relevant entity details on entity details page and click on “Add Principal Officer” button to add Principal Officer.

Enter Entity Details	
Entity Name*	Test Nam
Entity PAN*	ASDWE1234A
Flat/Door/Building*	Enter Flat/Door/Building
Road/Street	Enter Road/Street
Area/Locality*	Enter Area/Locality
Town/City/District*	Enter Town/City/District
Pin Code*	Enter Pin Code
State*	Select State ▼
Country*	Select Country ▼
<a href="#">Back</a> <a href="#">Add Principal Officer</a>	

Fields with \* mark are mandatory

10. Enter Principal Officer details on the Principal Officer Details page.

Principal Officer Details - Compliance Check (Tax Deductor & Collector) (Who is Principal Officer?)	
Authorized Person Type	Principal Officer
PAN*	Enter PAN
Person First Name*	Enter First Name
Middle Name	Enter Middle Name
Last Name*	Enter Last Name
Designation*	Enter Designation
Access Type*	Operational
Date Of Birth(DD-MM-YYYY)	Enter Date Of Birth
Mobile Number*	+91 Enter Mobile No
Email ID*	Enter Email Id
Alternate Email ID	Enter Alternate Email Id
Flat/Door/Building*	Enter Flat/Door/Building
Road/Street	Enter Road/Street
Area/Locality*	Enter Area/Locality
Town/City/District*	Enter Town/City/District
Pin Code*	Enter Pin Code
State*	Select State
Country*	Select Country

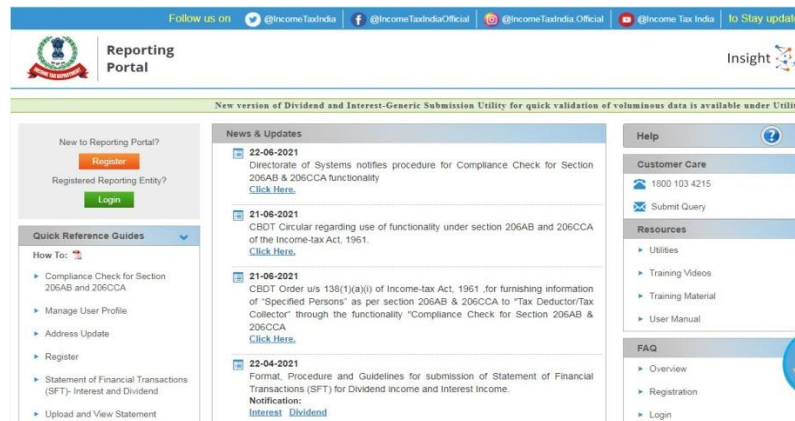
[Back](#) [Add Nodal Officer](#) [Preview](#) [Submit](#) [www.taxguru.in](http://www.taxguru.in)

11. If more users such as Nodal Officer, Alternate Nodal Officer and other users are to be registered at this instance, adding the details of such users can be continued, otherwise the same can be done after registration also.
12. Click on Preview button to view the entered entity and principal officer details.
13. Click on Submit button to submit the registration request.
14. Acknowledgement receipt of registration request is provided through portal and the same will also be shared through an email notification to the Principal Officer.
15. Once the registration request is approved by Income tax Department, email notification will be shared with the Principal Officer along with ITDREIN details and login credentials.



### Accessing the functionality on Reporting Portal – by Principal Officer

1. Go to Reporting Portal at URL <https://report.insight.gov.in>.
2. On the left sidebar of the Reporting Portal homepage, click the Login button.



3. Enter the required details (of Principal Officer) in the respective fields (PAN and Password as received in the email or updated password) and click Login to continue.



4. If Principal Officer's PAN is registered for multiple Forms & ITDREIN, he/she needs to select Form type as Compliance Check (Tax Deductor & Collector) and associated ITDREINs from the drop-down.



5. After successfully logging in, the home page of Reporting Portal appears.
6. Click on Compliance Check for Section 206AB & 206CCA link provided as shortcut on left panel.



## Compliance Check for Section 206AB & 206CCA

Upon clicking Compliance Check for Section 206AB & 206CCA, the compliance check functionality page appears. Through the functionality, tax deductors or collectors can verify if any person is a “Specified Person” as defined in Section 206AB & 206CCA. The same can be done in two modes:

1. PAN Search: To verify for single PAN
  - i. Select PAN Search tab under Compliance Check for Section 206AB & 206CCA functionality. Enter valid PAN & captcha code and click Search.
  - ii. Following Output result will be displayed upon entering a valid PAN & captcha code. The output result will not be shown if an Invalid PAN is entered

### Income Tax Department

#### Compliance Check for Section 206AB & 206CCA

Search Result of PAN : XXXXXXXXXX on DD-MM-YYYY (Financial Year 20XX-XX)	
Name	XXXXXX
PAN Allotment Date	DD-MM-YYYY
PAN Status	Operative/Inoperative
Specified Person u/s 206AB & 206CCA	No/Yes
This is a system generated acknowledgement and does not require signature.	

2. Bulk Search: To verify for PANs in bulk
  - i. Select the “Bulk Search” tab and Download the CSV Template by clicking on the “Download CSV Template” button.
  - ii. Fill the CSV with PANs for which “Specified Person” status is required.
  - iii. Note: Provided PANs should be valid PANs and the count of PANs should not be more than 10,000.
  - iv. Upload the CSV by clicking on the “Upload CSV” button. The uploaded file will start reflecting with Uploaded status.
  - v. Download the output result CSV once the status is available by clicking on the Available link.

**Compliance Check for Section 206AB & 206CCA**

Search Result on DD-MM-YYYY (Financial Year 20XX-XX)

S. No.	PAN	Name	PAN Allotment Date	PAN Status	Specified Person u/s 206AB & 206CCA
1	XXXXXXXXXX	ABC	DD-MM-YYYY	Operative/Inoperative	No/ Yes
2	XXXXXXXXXX	DEF	DD-MM-YYYY	Operative/Inoperative	No/ Yes
3	XXXXXXXXXX	GHI	DD-MM-YYYY	Operative/Inoperative	No/ Yes
4	XXXXXXXXXX	JKL	DD-MM-YYYY	Operative/Inoperative	No/ Yes
5	XXXXXXXXXX	MNO	DD-MM-YYYY	Operative/Inoperative	No/ Yes

After downloading the file, the status will change to Downloaded and after 24 hours of availability of the file, a download link will expire and the status will change to Link Expired.

**CONCLUSION:**

Step 1: TAN Registration on Reporting Portal (Generate temporary login ID and Password).

Step 2: Accessing Functionality of Reporting Portal (Generate Permanent login ID and Password).

Step 3: Compliance Check for 206AB & 206CCA (PAN Search or Bulk Search).